U.S. Department of Education

Closing Package – September 30, 2018

Table of Contents

1. **Office of Inspector General Transmittal Letter**
2. **Independent Auditors' Report**
3. **Closing Package Government-wide Treasury Account Symbol Adjusted Trial Balance System (GTAS) Reconciliation Reports**
   - Reclassified Balance Sheet
   - Reclassified Statement of Net Cost
   - Reclassified Statement of Operations and Changes in Net Position
4. **Agency Financial Report to Closing Package Reconciliations**
   - Reclassified Balance Sheet
   - Reclassified Statement of Net Cost
   - Reclassified Statement of Operations and Changes in Net Position
5. **GTAS Closing Package Lines Loaded Report**
6. **FR Notes Detail Reports**
   - 1 – 15
   - 17 – 19
   - 22
   - 25 – 27
   - 30
7. **Other FR Data Detail Reports**
   - 1
   - 8 – 9
   - 15
   - 17 – 18
   - 20
8. **Additional Closing Package Footnotes**
   - Note 31 – Summary of Significant Accounting Policies
   - Note 32 – Credit Program Receivables and Liability for Loan Guaranties
9. **Closing Package Management Representation Letter**
10. **Management's Response Letter**

UNITED STATES DEPARTMENT OF EDUCATION
OFFICE OF INSPECTOR GENERAL

November 16, 2018

TO: Larry Kean
Delegated to Perform the Duties
of Chief Financial Officer

FROM: Bryon S. Gordon /s/
Assistant Inspector General for Audit

SUBJECT: FINAL INDEPENDENT AUDITORS' REPORT
Fiscal Year 2018 Closing Package Financial Statements
U.S. Department of Education
ED-OIG/A17S0003

Attached is the subject final report on the results of the audit of the closing package financial statements of the U.S. Department of Education for fiscal year 2018. The report should be read in conjunction with the financial statements and notes to fully understand the context of the information contained therein.

We appreciate the cooperation given KPMG LLP and the Office of Inspector General during the audit. Should you have any questions concerning the report, please contact Greg Spencer or me at (202) 245-6015 or (202) 245-6051, respectively.

Attachment

cc:
Gary Wood, OCFO
David Merrill, OCFO

KPMG LLP
Suite 12000
1801 K Street, NW
Washington, DC 20006

Independent Auditors' Report

Inspector General
United States Department of Education

Secretary
United States Department of Education

Report on the Closing Package Financial Statements

We have audited the accompanying Closing Package Financial Statement Report of the United States Department of Education (Department), which comprises the Governmentwide Treasury Account Symbol Adjusted Trial Balance System (GTAS) Reconciliation Report – Reclassified Balance Sheet as of September 30, 2018, and the related GTAS Reconciliation Reports – Reclassified Statement of Net Cost and Reclassified Statement of Operations and Changes in Net Position for the year then ended, and the related notes to the financial statements (hereinafter referred to as the "closing package financial statements"). The notes to the financial statements comprise the following:

- GTAS Closing Package Lines Loaded Report,
- Financial Report (FR) Notes Report (except for the information entitled "2017 – September", "Prior Year", "PY", "Previously Reported", "Line Item Changes", and "Threshold," and the information as of and for the year ended September 30, 2017 in the "Text Data"), and
- Additional Notes Nos. 31 and 32 (except for the information as of and for the year ended September 30, 2017).

Management's Responsibility for the Closing Package Financial Statements

Management is responsible for the preparation and fair presentation of these closing package financial statements in accordance with U.S. generally accepted accounting principles; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the closing package financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these closing package financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, in accordance with the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and in accordance with Office of Management and Budget (OMB) Bulletin No. 19-01, *Audit Requirements for Federal Financial Statements*. Those standards and OMB Bulletin No. 19-01 require that we plan and perform the audit to obtain reasonable assurance about whether the closing package financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the closing package financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the closing package financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the closing package financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the

KPMG LLP is a Delaware limited liability partnership and the U.S. member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the closing package financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion on the Closing Package Financial Statements

In our opinion, the closing package financial statements referred to above present fairly, in all material respects, the financial position of the United States Department of Education as of September 30, 2018, and its net cost and changes in net position for the year then ended in accordance with U.S. generally accepted accounting principles.

Emphasis of Matter

We draw attention to Additional Note No. 31 to the closing package financial statements, which describes that the accompanying closing package financial statements were prepared to comply with requirements of the U.S. Department of the Treasury's *Treasury Financial Manual* (TFM) Volume I, Part 2, Chapter 4700 (TFM Chapter 4700) for the purpose of providing financial information to the U.S. Department of the Treasury and the U.S. Government Accountability Office (GAO) to use in preparing and auditing the *Financial Report of the U.S. Government*, and are not intended to be a complete presentation of the consolidated balance sheet of the Department as of September 30, 2018, and the related consolidated statements of net cost, changes in net position, and combined statement of budgetary resources (hereinafter referred to as the "general-purpose financial statements") for the year then ended. The notes to the closing package financial statements are those that the U.S. Department of the Treasury deemed relevant to the *Financial Report of the U.S. Government*. Our opinion is not modified with respect to this matter.

Other Matters

Opinion on the General-Purpose Financial Statements

We have audited, in accordance with auditing standards generally accepted in the United States of America, in accordance with the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and in accordance with OMB Bulletin No. 19-01, the general-purpose financial statements of the United States Department of Education as of and for the year ended September 30, 2018, and our report thereon, dated November 15, 2018, expressed an unmodified opinion on those financial statements.

Required Supplementary Information

U.S. generally accepted accounting principles require that the information, except for such information entitled "2017 – September", "Prior Year", "PY", "Previously Reported", "Line Item Changes", and "Threshold", and the information as of and for the year ended September 30, 2017 in the "Other Text Data", included in Other Data Report No. 8 be presented to supplement the basic closing package financial statements.

Such information, although not a part of the basic closing package financial statements, is required by the Federal Accounting Standards Advisory Board (FASAB) who considers it to be an essential part of financial reporting for placing the basic closing package financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic closing package financial statements, and other knowledge we obtained during our audit of the basic closing package financial statements. Although our opinion on the basic closing package financial statements is not affected, Other Data Report No. 8 contains material departures from the prescribed guidelines because the information included in these Other Data

Reports presents the information required by TFM Chapter 4700 and not the information required by U.S. generally accepted accounting principles for the Department's financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Combining Statement of Budgetary Resources and Management's Discussion and Analysis that U.S. generally accepted accounting principles require to be presented to supplement the basic closing package financial statements. Such missing information, although not a part of the basic closing package financial statements, is required by the FASAB who considers it to be an essential part of financial reporting for placing the basic closing package financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic closing package financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming an opinion on the closing package financial statements as a whole. The information other than that described in the first paragraph and the first paragraph of the subsection labeled *Required Supplementary Information* are presented for purposes of additional analysis in accordance with TFM Chapter 4700 and are not a required part of the closing package financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the closing package financial statements as of and for the year ended September 30, 2018, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use of the Report on the Closing Package Financial Statements

This report is intended solely for the information and use of the management of the Department, Department's Office of the Inspector General, U.S. Department of the Treasury, OMB, and GAO in connection with the preparation and audit of the *Financial Report of the U.S. Government* and is not intended to be and should not be used by anyone other than these specified parties.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards* and OMB Bulletin No. 19-01, we have also issued a combined auditors' report dated November 15, 2018 which presents our opinion on the Department's general-purpose financial statements; our consideration of the Department's internal control over financial reporting (internal control); and the results of our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters that are required to be reported under *Government Auditing Standards*. That report should be read in conjunction with this report in considering the results of our audit of the closing package financial statements. Our audit of the general-purpose financial statements as of and for the year ended September 30, 2018 disclosed the following material weakness, significant deficiency, and compliance and other matters:

<u>Material Weakness</u>

- Controls over the Reliability of Information Used in the Modeling Activities Need Improvement

<u>Significant Deficiency</u>

- Information Technology Controls Need Improvement

<u>Compliance and Other Matters</u>

- Requirement for Referring Delinquent Student Loan Debts to Treasury

Internal Control Over Financial Reporting Specific to the Closing Package Financial Statements

In planning and performing our audit of the closing package financial statements, we considered the Department's internal control to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the closing package financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control specific to the closing package financial statements was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters Specific to the Closing Package Financial Statements

As part of obtaining reasonable assurance about whether the Department's closing package financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of the closing package financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit of the closing package financial statements, and accordingly, we do not express such an opinion. The results of our tests of compliance disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or OMB Bulletin No. 19-01.

Purpose of the Other Reporting Required by Government Auditing Standards

The purpose of the communication described in the Other Reporting Required by *Government Auditing Standards* section is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Department's internal control or compliance. Accordingly, this communication is not suitable for any other purpose.

KPMG LLP

Washington, D.C.
November 16, 2018

U.S. Department of Treasury Bureau of the Fiscal Service
GTAS
Reconciliation Report
Reclassified Balance Sheet
As of September 30, 2018

FR ENTITY: United States Department of Education

	Final Amount
Assets	
Non-federal	
Cash and other monetary assets	$ 2,175,959,987.67
Accounts and taxes receivable, net	154,255,326.33
Loans receivable, net	1,210,849,227,245.56
Property, plant, and equipment, net	29,323,220.36
Other assets	16,985,155.67
Total non-federal assets	1,213,225,750,935.59
Federal	
Fund balance with Treasury (RC 40)/1	114,555,990,217.64
Accounts receivable (RC 22)/1	867,939.95
Advances to others and prepayments (RC 23)/1	151,457,078.12
Total federal assets	114,708,315,235.71
Total assets	$1,327,934,066,171.30
Liabilities:	
Non-federal	
Accounts payable	$ 3,792,134,398.05
Federal employee and veteran benefits payable	13,708,944.02
Loan guarantee liabilities	2,813,540,449.59
Other liabilities	2,288,009,229.59
Total non-federal liabilities	8,907,393,021.25
Federal	
Accounts payable (RC 22)/1	717,368.16
Interest payable - loans and not otherwise classified (RC 04)/1	12,902,841.72
Loans payable (RC 17)/1	1,259,951,113,477.99
Benefit program contributions payable (RC 21)/1	7,014,012.43
Advances from others and deferred credits (RC 23)/1	7,219,096.30
Liability to the General Fund of the U.S. Government for custodial and other non-entity assets (RC 46)/1	10,320,319,483.93
Other liabilities (without reciprocals) (RC 29)/1	-35,112,845.51
Total federal liabilities	1,270,264,173,435.02
Total liabilities	$1,279,171,566,456.27
Net position:	
Net Position - funds from dedicated collections	$ 747,546.52
Net Position - funds other than those from dedicated collections	48,761,752,168.51
Total net position	48,762,499,715.03
Total liabilities and net position	$1,327,934,066,171.30

The accompanying notes are an integral part of these financial statements.

U.S. Department of Treasury Bureau of the Fiscal Service
GTAS
Reconciliation Report
Reclassified Statement of Net Cost
For the Year Ended September 30, 2018

FR ENTITY: United States Department of Education

	Final Amount
Gross cost	
Non-federal gross cost	$ 78,727,171,296.00
Total non-federal gross cost	78,727,171,296.00
Federal gross cost	
Benefit program costs (RC 26) /2	$ 111,403,536.41
Imputed costs (RC 25) /2	38,063,820.29
Buy/sell cost (RC24) /2	376,029,761.82
Borrowing and other interest expense (RC05) /2	36,635,046,083.21
Other expenses (without reciprocals) (RC 29)	11,802,774.12
Total federal gross cost	$ 37,172,345,975.85
Department total gross cost	$ 115,899,517,271.85
Earned revenue	
Non-federal earned revenue	$ 31,426,590,627.76
Federal earned revenue	
Buy/sell revenue (exchange) (RC 24) /2	5,778,553.90
Borrowing and other interest revenue (exchange) (RC 05) /2	4,944,362,143.68
Borrowing gains (RC 06) /2	147,673.81
Total federal earned revenue	$ 4,950,288,371.39
Department total earned revenue	$ 36,376,878,999.15
Net cost of operations	$ 79,522,638,272.70

The accompanying notes are an integral part of these financial statements.

U.S. Department of Treasury Bureau of the Fiscal Service
GTAS
Reconciliation Report
Reclassified Stmt. of Operations and Changes in Net Position
For the Year Ended September 30, 2018

FR ENTITY: United States Department of Education

		Final Amount
Net position, beginning of period	$	57,165,027,985.18
Non-federal prior-period adjustments:		
Federal prior-period adjustments		
Net position, beginning of period - adjusted	$	57,165,027,985.18
Non-federal non-exchange revenue:		
Other taxes and receipts	$	1,092,274.14
Total non-federal non-exchange revenue	$	1,092,274.14
Federal non-exchange revenue:		
Budgetary financing sources:		
Appropriations received as adjusted (rescissions and other adjustments) (RC 41) /1	$	98,864,725,287.25
Appropriations used (RC 39)		89,149,820,480.43
Appropriations expended (RC 38) / 1		89,149,820,480.43
Collections for others transferred to the General Fund of the U.S. Government (RC 44		809,443.54
Other budgetary financing sources (RC 29) /1, 8		4,938,274.97
Total budgetary financing sources	$	98,868,854,118.68
Other financing sources:		
Imputed financing sources (RC 25) /1		38,063,820.29
Non-entity collections transferred to the General Fund of the U.S. Government (RC 44		27,535,135,242.67
Accrual for non-entity amounts to be collected and transferred to the General Fund of the U.S. Government (RC 48)		252,764,967.89
Total other financing sources	$	-27,749,836,390.27
Net cost of operations (+/-)	$	79,522,638,272.70
Net position, end of period	$	48,762,499,715.03

The accompanying notes are an integral part of these financial statements.

Agency Financial Report to Closing Package Reconciliation
Reclassified Balance Sheet Reconciliation to Agency AFR

as of September 30, 2018

		GTAS Submission		Agency's Audited Financial Statements			
Line No	Line Title	Line Type	Adjusted Balance (Calculated Amount) *	Line Description (Please Fill out)**	Amount (Please enter)	Difference (Calculated Amount)	Agency Comments
1	**Assets**						
2	**Non-Federal**						
				Other Assets	2,175,959,987.67		Other Assets (1 of 4)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.1	**Cash and Other Monetary Assets**		$ 2,175,959,987.67	**Total**	$ 2,175,959,987.67		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Credit Program Receivables, Net: Other Crec	49259.79		Credit Program Receivables, Net: Other Credit Programs for Higher Education (1 of 2)
				Other Assets	154206066.54		Other Assets (2 of 4)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.2	**Accounts and Taxes Receivable, Net**		$ 154,255,326.33	**Total**	$ 154,255,326.33		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Credit Program Receivables, Net: Direct Loa	1,115,052,948,107.17		
				Credit Program Receivables, Net: FFEL Prog	92,947,386,558.54		
				Credit Program Receivables, Net: Other Crec	2,848,892,579.85		Credit Program Receivables, Net: Other Credit Programs for Higher Education (2 of 2)
				To be filled out by Agency			
				To be filled out by Agency			
2.3	**Loans Receivable, Net**		$ 1,210,849,227,245.56	**Total**	$ 1,210,849,227,245.56		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.4	**Inventories and Related Property, Net**		$ -	**Total**	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Assets	29,323,220.36		Other Assets (3 of 4)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.5	**Property, Plant, and Equipment, Net**		$ 29,323,220.36	**Total**	$ 29,323,220.36		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.6	**Debt and Equity Securities**		$ -	**Total**	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.7	**Investments in GSEs (for use by Treasury only)**		$ -	**Total**	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Assets	16,985,155.67		Other Assets (4 of 4)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.8	**Other Assets**		$ 16,985,155.67	**Total**	$ 16,985,155.67		
				Total Must Tie to Adjusted Balance	OK	0.00	
2.9	**Total Non-Federal Assets**	CALC	$ 1,213,225,750,935.59	**Total Non-Federal Assets**	$ 1,213,225,750,935.59		
	This line is calculated. Equals sum of line 2.1 through 2.8						

Agency Financial Report to Closing Package Reconciliation
Reclassified Balance Sheet Reconciliation to Agency AFR

as of September 30, 2018

3	**Federal**						
				Fund Balance with Treasury	114,605,990,217.64		GTAS Adjustment made for negative warrant for repayment of bridge loan - adustment not made to AFR
				Adjustment for negative warrant	(50,000,000.00)		
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.1	**Fund Balance With Treasury (RC 40)/1**	**$**	**114,555,990,217.64**	**Total**	**$ 114,555,990,217.64**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.2	**Federal Investments (RC 01)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Assets	28,953,188,670.95		Other Intragovernmental Assets (1 of 3)
				Intradepartmental Balances	(28,952,320,731.00)		Offset by balances in line 7.1 and 7.13
				To be filled out by Agency	(0.00)		
				To be filled out by Agency			
				To be filled out by Agency			
3.3	**Accounts Receivable (RC 22)/1**	**$**	**867,939.95**	**Total**	**$ 867,939.95**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Assets	4,212,661,749.39		Other Intragovernmental Assets (2 of 3)
				Intradepartmental Balances	(4,212,661,749.39)		Offset by balances in line 7.2
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.4	**Accounts Receivable, Capital Transfers (RC 12)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.5	**Interest Receivable - Investments (RC 02)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.6	**Interest Receivable - Loans and not otherwise classified (RC 04)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.7	**Loans Receivable (RC 17)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.8	**Transfers Receivable (RC 27)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.9	**Benefit Program Contributions Receivable (RC 21)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Assets	151,457,078.12		Other Intragovernmental Assets (3 of 3)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.10	**Advances to Others and Prepayments (RC 23)/1**	**$**	**151,457,078.12**	**Total**	**$ 151,457,078.12**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.11	**Asset for Agency's Custodial and Non-Entity Liabilities (RC 46)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.12	**Other Assets (RC 30)/1**	**$**	**-**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
3.13	**Total Federal Assets**	**CALC**	**$ 114,708,315,235.71**	**Total Federal Assets**	**$ 114,708,315,235.71**		
	This line is calculated. Equals sum of lines 3.1 through 3.13.						
4	**Total Assets**	**CALC**	**$ 1,327,934,066,171.30**	**Total Assets**	**$ 1,327,934,066,171.30**		
	This line is calculated. Equals sum of lines 2.9 and 3.14.						

Agency Financial Report to Closing Package Reconciliation
Reclassified Balance Sheet Reconciliation to Agency AFR

as of September 30, 2018

5	Liabilities:	TITLE						
6	Non-Federal	TITLE						
				Other Liabilities		3,792,246,484.05		Other Liabilities (1 of 4)
				Sector Reclassification		(112,086.00)		GTAS correction of data posted to Sector F in error - adjustment not made to AFR
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.1	Accounts Payable	$	3,792,134,398.05	**Total**	$	**3,792,134,398.05**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.2	Federal Debt Securities Held by the Public and Accrued Interest	$	-	**Total**	$	-		
				Total Must Tie to Adjusted Balance		OK	0.00	
				Other Liabilities		15,205,944.02		Other Liabilities (2 of 4)
				Authoritative Source Correction		(1,497,000.00)		GTAS correction to match authoritative source balances - adjustment not made to AFR
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.3	Federal Employee and Veteran Benefits Payable	$	13,708,944.02	**Total**	$	**13,708,944.02**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.4	Environmental and Disposal Liabilities	$	-	**Total**	$	-		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.5	Benefits Due and Payable	$	-	**Total**	$	-		
				Total Must Tie to Adjusted Balance		OK	0.00	
				Other Liabilities		2,813,540,449.59		Other Liabilities (3 of 4)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.6	Loan Guarantee Liabilities	$	2,813,540,449.59	**Total**	$	**2,813,540,449.59**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.7	Liabilities to GSEs (for use by Treasury only)	$	-	**Total**	$	-		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.8	Insurance and Guarantee Program Liabilities	$	-	**Total**	$	-		
				Total Must Tie to Adjusted Balance		OK	0.00	
				Other Liabilities		2,288,009,229.59		Other Liabilities (4 of 4)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
6.9	Other Liabilities	$	2,288,009,229.59	**Total**	$	**2,288,009,229.59**		
				Total Must Tie to Adjusted Balance		OK	0.00	
6.10	Total Non-Federal Liabilities	CALC	$ 8,907,393,021.25	**Total Non-Federal Liabilities**	$	**8,907,393,021.25**		
	This line is calculated. Equals sum of lines 6.1 through 6.9.							

Agency Financial Report to Closing Package Reconciliation
Reclassified Balance Sheet Reconciliation to Agency AFR

as of September 30, 2018

7	Federal	TITLE					
				Subsidy Due to Treasury	23,453,093,945.00		Subsidy Due to Treasury (1 of 4)
				Other Intragovernmental Liabilities	605,282.16		Other Intragovernmental Liabilities (1 of 6
				Intradepartmental Balance	(23,453,093,945.00)		Offset by line 3.3
				Sector Reclassification	112,086.00		GTAS correction of data posted to Sector F in error - adjustment not made to AFR
				To be filled out by Agency	0.00		
7.1	Accounts Payable (RC 22)/1	$	717,368.16	**Total**	**$ 717,368.16**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Subsidy Due to Treasury	2,036,701,761.72		Subsidy Due to Treasury (2 of 4)
				Other Intragovernmental Liabilities	2,178,959,987.67		Other Intragovernmental Liabilities (2 of 6
				Intradepartmental Balance	(4,212,661,749.39)		Offset by line 3.4
				Capital Transfer adjustment	(3,000,000.00)		GTAS Capital Transfer correction - adjustment not made to AFR
				To be filled out by Agency			
7.2	Accounts Payable, Capital Transfers (RC 12)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.3	Federal Debt (RC 01)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.4	Interest Payable - Debt (RC 02)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Debt: Other Credit Programs for Higher Educ	12,902,841.72		Debt: Other Credit Programs for Higher Education (1 of 2)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.5	Interest Payable - Loans and Not Otherwise Classified (RC 04)/1	$	12,902,841.72	**Total**	**$ 12,902,841.72**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Debt: Direct Loan Program	1,150,609,629,740.30		
				Debt: FFEL Program	107,261,281,758.30		
				Debt: Other Credit Programs for Higher Educ	2,080,201,979.39		Debt: Other Credit Programs for Higher Education (2 of 2)
				To be filled out by Agency			
				To be filled out by Agency			
7.6	Loans Payable (RC 17)/1	$	1,259,951,113,477.99	**Total**	**$ 1,259,951,113,477.99**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.7	Transfers Payable (RC 27)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Liabilities	8,191,183.35		Other Intragovernmental Liabilities (3 of 6
				Authoritative Source Correction	(1,177,170.92)		GTAS correction to match authoritative source balances - adjustment not made to AFR
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.8	Benefit Program Contributions Payable (RC 21)/1	$	7,014,012.43	**Total**	**$ 7,014,012.43**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Liabilities	7,219,096.30		Other Intragovernmental Liabilities (4 of 6
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.9	Advances from Others and Deferred Credits (RC 23)/1	$	7,219,096.30	**Total**	**$ 7,219,096.30**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Subsidy Due to Treasury	9,711,885,391.39		Subsidy Due to Treasury (3 of 4)
				Other Intragovernmental Liabilities	608,434,092.54		Other Intragovernmental Liabilities (5 of 6
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.10	Liability to the General Fund for Custodial and Other Non-Entity Assets (RC 46)/1	$	10,320,319,483.93	**Total**	**$ 10,320,319,483.93**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Other Intragovernmental Liabilities	(36,290,016.44)		Other Intragovernmental Liabilities (6 of 6
				Authoritative Source Correction	1,177,170.93		Correction to match authoritative source balances
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.11	Other Liabilities (Without Reciprocals) (RC 29)/1	$	(35,112,845.51)	**Total**	**$ (35,112,845.51)**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.12	Liability for Fund Balance with Treasury (RC 40)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Subsidy Due to Treasury	5,499,226,786.00		Subsidy Due to Treasury (4 of 4)
				Intradepartmental Balances	(5,499,226,786.00)		Offset by line 3.3
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
7.13	Other Liabilities (RC 30)/1	$	-	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
7.14	Total Federal Liabilities	CALC	$ 1,270,264,173,435.02	**Total Federal Liabilities**	**$ 1,270,264,173,435.02**		
	This line is calculated. Equals sum of lines 7.1 through 7.13.						
8	Total Liabilities	CALC	$ 1,279,171,566,456.27	**Total Liabilities**	**$ 1,279,171,566,456.27**		
	This line is calculated. Equals sum of lines 6.10 and 7.14.						

Agency Financial Report to Closing Package Reconciliation
Reclassified Balance Sheet Reconciliation to Agency AFR

as of September 30, 2018

9	**Net Position:**	**TITLE**						
				Unexpended Appropriations	76,700.68			Unexpended Appropriations (1 of 2)
				Cumulative Results of Operations	670,845.84			Cumulative Results of Operations (1 of 2)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
9.1	**Net Position - Funds From Dedicated Collections**		**$ 747,546.52**	**Total**	**$ 747,546.52**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Unexpended Appropriations	72,166,645,496.29			Unexpended Appropriations (2 of 2)
				Cumulative Results of Operations	(23,359,390,327.77)			Cumulative Results of Operations (2 of 2)
				Corrections	(45,503,000.01)			Capital Transfer, Authoritative Source, and Negative Warran corrections made to GTAS - adjustments not made to AFR
				To be filled out by Agency				
				To be filled out by Agency				
9.2	**Net Position - Funds Other Than Those From Dedicated Collections**		**$ 48,761,752,168.51**	**Total**	**$ 48,761,752,168.51**			
				Total Must Tie to Adjusted Balance	OK	0.00		
10	**Total Net Position**	**CALC**	**$ 48,762,499,715.03**	**Total Net Position**	**$ 48,762,499,715.03**			
	This line is calculated. Equals sum of lines 9.1 and 9.2.							
11	**Total Liabilities and Net Position**	**CALC**	**$ 1,327,934,066,171.30**	**Total Liabilities and Net Position**	**$ 1,327,934,066,171.30**			
	This line is calculated. Equals sum of lines 8 and 10.							

* Adjusted Balance consists of Certified GTAS ATB data plus any applicable Agency entered manual adjustments. The Numbers that should be entered for the Adjusted Balance can be found by running the Reconciliation Report out of GTAS.

** Line Description - Please enter the exact Line Description from your Audited Financial Report.

If there is a need to reclass a line from GTAS to more than 5 lines in the AFR please contact the GTAS Team to have a custom report sent to your Agency. GTAS.Team@fiscal.treasury.gov

CALC Lines are set as formulas and will not need to be entered, please use these to double check the data entry.

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Net Cost Reconciliation to Agency AFR
as of September 30, 2018

	GTAS Submission			Agency's Audited Financial Statements			
Line No	Line Title	Line Type	Adjusted Balance (Calculated Amount) *	Line Description (Please Fill out)**	Amount (Please enter)	Difference (Calculated Amount)	Agency Comments
1	Gross Costs	TITLE					
				Gross Costs	78,728,790,170.86		Gross Costs (1 of 5)
				Authoritative Source and Sector corrections	(1,609,146.00)		GTAS correction to match authoritative source balances - adjustment not made to AFR
				Expired Fund Included	(9,728.86)		Offset by line 7.3
				To be filled out by Agency			
				To be filled out by Agency			
2	Non-Federal Gross Cost		$ 78,727,171,296.00	Total	$ 78,727,171,296.00		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3	Interest on Debt Held by the Public		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
4	Gains/Losses from Changes in Actuarial Assumptions		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
5	General PP&E Partial Impairment Loss		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
6	Total Non-Federal Gross Cost	Calc	$ 78,727,171,296.00	Total Non-Federal Gross Cost	$ 78,727,171,296.00		
	This line is the sum of lines 2 through 5.						

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Net Cost Reconciliation to Agency AFR
as of September 30, 2018

7	**Federal Gross Cost**	**Title**						
				Gross Costs	123,206,310.52			Gross Costs (2 of 5)
				Sector Z excluded	(11,802,774.12)			Sector Z - included on line 7.8
				Authoritative source correction	0.01			GTAS correction to match authoritative source balances - adjustment not made to AFR
				To be filled out by Agency				
				To be filled out by Agency				
7.1	**Benefit program costs (RC 26) / 2**	**$**	**111,403,536.41**	**Total**	**$ 111,403,536.41**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Gross Costs	38,063,820.29			Gross Costs (3 of 5)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.2	**Imputed Costs (RC25)/2**	**$**	**38,063,820.29**	**Total**	**$ 38,063,820.29**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Gross Costs	375,907,886.96			Gross Costs (4 of 5)
				Sector Reclassification	112,146.00			GTAS correction of data posted to Sector F in error - adjustment not made to AFR
				Expired Fund Included	9,728.86			Offset by line 2
				To be filled out by Agency				
				To be filled out by Agency				
7.3	**Buy/Sell Cost (RC24)/2**	**$**	**376,029,761.82**	**Total**	**$ 376,029,761.82**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.4	**Purchase of assets (RC 24)/2**	**$**	**-**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.5	**Federal securities interest expense (RC 03)/2**	**$**	**-**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Gross Costs	36635046083.21			Gross Costs (5 of 5)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.6	**Borrowing and other interest expense (RC05)/2**	**$**	**36,635,046,083.21**	**Total**	**$ 36,635,046,083.21**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.7	**Borrowing losses (RC 06)/2**	**$**	**-**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Sector Z Gross Costs	11,802,774.12			Sector Z - excluded from line 7.1
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.8	**Other expenses (without reciprocals) (RC 29)**	**$**	**11,802,774.12**	**Total**	**$ 11,802,774.12**			
				Total Must Tie to Adjusted Balance	OK	0.00		
8	**Total Federal Gross Cost**	**Calc**	**$ 37,172,345,975.85**	**Total Federal Gross Cost**	**$ 37,172,345,975.85**			
	This line is the sum of lines 7.1 through 7.8.							
9	**Department Total Gross Cost**	**Calc**	**$ 115,899,517,271.85**	**Department Total Gross Cost**	**$ 115,899,517,271.85**			
	This line is the sum of lines 6 and 8.							

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Net Cost Reconciliation to Agency AFR
as of September 30, 2018

10	Earned Revenue	Title					
				Earned Revenue	31,418,488,223.56		Earned Revenue (1 of 4)
				Elimination of Custodial Activity	130,852.20		Posted as a presentation entry to NC
				Sector Reclass	7,971,552.00		Attribute correction from "F" to "N" was made in GTAS - adjustment not ade in AFR
				To be filled out by Agency			
				To be filled out by Agency			
11	Non-federal earned revenue	$	31,426,590,627.76	Total	$ 31,426,590,627.76		
				Total Must Tie to Adjusted Balance	OK	0.00	
12	Federal Earned Revenue	Title					
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.1	Benefit Program Revenue (exchange) (RC26)/2	$	-	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Earned Revenue	5,778,553.90		Earned Revenue (2 of 4)
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.2	Buy/Sell Revenue (exchange) (RC24)/2	$	5,778,553.90	Total	$ 5,778,553.90		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.3	Purchase of assets offset (RC 24)/2	$	-	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.4	Federal securities interest revenue including associated gains and losses (exchange) (RC 03)/2	$	-	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Earned Revenue	4,944,362,143.68		Earned Revenue (3 of 4)
				Sector Reclass			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.5	Borrowing and other interest revenue (exchange) (RC 05)/2	$	4,944,362,143.68	Total	$ 4,944,362,143.68		
				Total Must Tie to Adjusted Balance	OK	0.00	
				Earned Revenue	8,119,225.81		Earned Revenue (4 of 4)
				Sector Correction	(7,971,552.00)		Attribute correction from "F" to "N" was made in GTAS - adjustment not made in AFR
				To be filled out by Agency	0.00		
				To be filled out by Agency			
				To be filled out by Agency			
12.6	Borrowing gains (RC 06)/2	$	147,673.81	Total	$ 147,673.81		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
12.7	Other revenue (without reciprocal) (RC 29)/2	$	-	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
13	Total Federal Earned Revenue	Calc	$ 4,950,288,371.39	Total Federal Earned Revenue	$ 4,950,288,371.39		
	This line is the sum of 12.1 through 12.7.						
14	Department Total Earned Revenue	Calc	$ 36,376,878,999.15	Department Total Earned Revenue	$ 36,376,878,999.15		
	This line is the sum of lines 11 and 13.						
15	Net Cost of Operations	Calc	$ 79,522,638,272.70	Net Cost of Operations	$ 79,522,638,272.70		
	This line is the result of subtracting line 14 from line 9.						

* Adjusted Balance consists of Certified GTAS ATB data plus any applicable Agency entered manual adjustments. The Numbers that should be entered for the Adjusted Balance can be found by running the Reconciliation Report out of GTAS.

** Line Description - Please enter the exact Line Description from your Audited Financial Report.

If there is a need to reclass a line from GTAS to more than 5 lines in the AFR please contact the GTAS Team to have a custom report sent to your Agency. GTAS.Team@fiscal.treasury.gov

CALC Lines are set as formulas and will not need to be entered, please use these to double check the data entry.

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

	GTAS Submission			Agency's Audited Financial Statements			
Line No	Line Title	Line Type	Adjusted Balance (Calculated Amount) *	Line Description (Please Fill out)**	Amount (Please enter)	Difference (Calculated Amount)	Agency Comments
				Beginning Balances	57,165,027,985.18		
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
1	Net position, beginning of period		$ 57,165,027,985.18	Total	$ 57,165,027,985.18		57160
				Total Must Tie to Adjusted Balance	OK	0.00	
2	Non-Federal Prior-Period Adjustments	TITLE					
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.1	Changes in Accounting Principles		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.2	Corrections of Errors - Non-federal		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
2.3	Corrections of Errors -Years Preceding the Prior Year - Non-federal		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
3	Federal Prior Period Adjustments	TITLE					
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.1	Changes in Accounting Principles-Federal (RC 29)/1		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.2	Corrections of Errors - Federal (RC 29)		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
				To be filled out by Agency			
3.3	Corrections of Errors - Years Preceding the Prior Year - Federal (RC 29)		$ -	Total	$ -		
				Total Must Tie to Adjusted Balance	OK	0.00	
4	Net position, beginning of period - adjusted	CALC	$ 57,165,027,985.18	Net position, beginning of period - adjusted	$ 57,165,027,985.18		
	This line is calculated.	TITLE					

For current year, equals sum of lines, 1, 2.1, 2.2, 3.1, and 3.2.

For prior year, equals sum of lines, 1, 2.1, 2.2, 2.3, 3.1, 3.2, and 3.3.

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

5	**Non-Federal Nonexchange Revenue:**	**TITLE**						
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.1	**Individual Income Tax and Tax Withholdings (for use by Treasury only)**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.2	**Corporation Income Taxes (for use by Treasury only)**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.3	**Excise Taxes**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.4	**Unemployment Taxes**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.5	**Customs Duties**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.6	**Estate and Gift Taxes**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				Nonexchange Revenue	(2,618,570.43)			
				Donations and Forfeitures of Cash and Cash Equiv	57,500.00			
				Elimination of Custodial Activity	3,653,344.57			Posted as a presentation entry to NP
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.7	**Other Taxes and Receipts**		**$ 1,092,274.14**	**Total**	**$ 1,092,274.14**			
				Total Must Tie to Adjusted Balance	OK	0.00		
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
5.8	**Miscellaneous Earned Revenues/2**		**$ -**	**Total**	**$ -**			
				Total Must Tie to Adjusted Balance	OK	0.00		
5.9	**Total Non-Federal Nonexchange Revenue**	**CALC**	**$ 1,092,274.14**	**Total Non-Federal Nonexchange Revenue**	**$ 1,092,274.14**			
	This line is calculated. Equals sum of lines 5.1 through 5.8.							

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

6	**Federal Nonexchange Revenue:**	**TITLE**					
				To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency			
6.1	**Federal Securities Interest Revenue Including Associated Gains and Losses (Non-exchange) (RC 03)/1**		**$ -**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency			
6.2	**Borrowings and Other Interest Revenue (Non-exchange) (RC 05)/1**		**$ -**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency			
6.3	**Benefit Program Revenue (Non-exchange) (RC 26)/1**		**$ -**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
				To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency To be filled out by Agency			
6.4	**Other Taxes and Receipts (RC 45)/1**		**$ -**	**Total**	**$ -**		
				Total Must Tie to Adjusted Balance	OK	0.00	
6.5	**Total Federal Nonexchange Revenue**	**CALC**	**$ -**	**Total Federal Nonexchange Revenue**	**$ -**		
	This line is calculated. Equals sum of lines 6.1 through 6.4.						

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

7	**Budgetary Financing Sources:** TITLE						
			Appropriations Received	100,743,024,657.55			
			Other Adjustments (rescissions, etc)	(1,828,299,370.30)			GTAS Adjustment made for negative warrant for repayment of bridge loan - adustment not made to AFR
			Negative warrant adjustment	(50,000,000.00)			
			To be filled out by Agency				
			To be filled out by Agency				
7.1	**Appropriations Received As Adjusted (Rescissions and Other Adjustments) (RC 41)/1**	$ 98,864,725,287.25	**Total**	$ 98,864,725,287.25			
			Total Must Tie to Adjusted Balance	OK	0.00		
			Appropriations Used	89,149,820,480.43			Appropriations Used (1 of 2)
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.2	**Appropriations Used (RC 39)**	$ 89,149,820,480.43	**Total**	$ 89,149,820,480.43			
			Total Must Tie to Adjusted Balance	OK	0.00		
			Appropriations Used	89,149,820,480.43			Appropriations Used (2 of 2)
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.3	**Appropriations expended (RC 38)/1**	$ 89,149,820,480.43	**Total**	$ 89,149,820,480.43			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.4	**Appropriation of unavailable special or trust fund receipts transfers-in (RC 07)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.5	**Appropriation of unavailable special or trust fund receipts transfers-out (RC 07)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			Appropriations Transferred - in/out	(132,049,185.00)			Appropriations Transferred - in/out (1 of 2)
			Intradepartmental Balances	132,049,185.00			Offset by line 7.7
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.6	**Non-expenditure Transfers-In of Unexpended Appropriations and Financing Sources (RC 08)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			Appropriations Transferred - in/out	132,049,185.00			Appropriations Transferred - in/out (2 of 2)
			Intradepartmental Balances	(132,049,185.00)			Offset by line 7.6
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.7	**Non-expenditure Transfers-Out of Unexpended Appropriations and Financing Sources (RC 08)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.8	**Expenditure transfers-in of financing sources (RC 09)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.9	**Expenditure transfers-out of financing sources (RC 09)/1**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.10	**Non-expenditure Transfer-In of Financing Sources - Capital Transfers (RC 11)**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.11	**Non-expenditure Transfers-Out of Financing Sources - Capital Transfers (RC 11)**	$ -	**Total**	$ -			
			Total Must Tie to Adjusted Balance	OK	0.00		
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
			To be filled out by Agency				
7.12	**Revenue and Other Financing Sources - Cancellations (RC 36)**	$ -	**Total**	$ -			

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

				Total Must Tie to Adjusted Balance		OK	0.00	
				Net Cost of Operations		1,316,912.00		Custodial Activity Excluded from AFR SCNP; Fund 1060 & 1099 (1 of 2)
				Elimination of Custodial Activity		130,852.20		Posted as a presentation entry to NP
				Budgetary Impact Indicator "E" excluded		(638,320.66)		Budgetary Impact Indicator "E" included on line 8.4
				To be filled out by Agency				
				To be filled out by Agency				
7.13	**Collections for others transferred to the General Fund of the U.S. Government (RC 44)**	**$**	**809,443.54**	**Total**	**$**	**809,443.54**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				Negative Subsidy Transfers, Capital Transfers, and		4,938,274.97		Negative Subsidy Transfers, Capital Transfers, and Other (1 of 3)
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.14	**Other budgetary financing sources (RC 29)/1, 8**	**$**	**4,938,274.97**	**Total**	**$**	**4,938,274.97**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.15	**Warrants issued (RC 41)**	**$**	**-**	**Total**	**$**	**-**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.16	**Appropriations outstanding - used (RC 39)**	**$**	**-**	**Total**	**$**	**-**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.17	**General Fund of the U.S. Government financed appropriations - expended (RC 38)/1**	**$**	**-**	**Total**	**$**	**-**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.18	**Trust fund warrants issued net of adjustments (RC 45)**	**$**	**-**	**Total**	**$**	**-**		
				Total Must Tie to Adjusted Balance		OK	0.00	
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
				To be filled out by Agency				
7.19	**Cancellations of Revenue and Other Financing Sources - General Fund (RC 36)**	**$**	**-**	**Total**	**$**	**-**		
				Total Must Tie to Adjusted Balance		OK	0.00	
7.20	**Total budgetary financing sources** **CALC**	**$**	**98,870,473,005.76**	**Total budgetary financing sources**	**$**	**98,870,473,005.76**		
	This line is calculated. Equals sum of lines 7.1 through 7.19.							

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

8	**Other Financing Sources:**	**TITLE**				
			Transfers - in/out Without Reimbursement	(27,062,392,868.00)		Transfers - in/out Without Reimbursement (1 of 2)
			Intradepartmental Balances	27,062,392,868.00		Offset by line 8.2
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.1	**Transfers-In Without Reimbursement (RC 18)/1**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			Transfers - in/out Without Reimbursement	27,062,392,868.00		Transfers - in/out Without Reimbursement (2 of 2)
			Intradepartmental Balances	(27,062,392,868.00)		Offset by lline 8.1
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.2	**Transfers-Out Without Reimbursement (RC 18)/1**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			Imputed Financing from Costs Absorbed by Others	38,063,820.29		
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.3	**Imputed Financing Sources (RC 25)/1**	$ 38,063,820.29	**Total**	$ 38,063,820.29		
			Total Must Tie to Adjusted Balance	OK	0.00	
			Negative Subsidy Transfers, Capital Transfers, and	27,534,496,922.01		Negative Subsidy Transfers, Capital Transfers, and Other (2 of 3)
			Budgetary Impact Indicator "E" included	638,320.66		Budgetary Impact Indicator "E" excluded from line 7.13
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.4	**Non-Entity Collections Transferred to the General Fund (RC 44)**	$ 27,535,135,242.67	**Total**	$ 27,535,135,242.67		
			Total Must Tie to Adjusted Balance	OK	0.00	
			Negative Subsidy Transfers, Capital Transfers, and	250,428,535.32		Negative Subsidy Transfers, Capital Transfers, and Other (3 of 3)
			Net Cost of Operations	1,079,564.63		Custodial Activity Excluded from AFR SCNP; Fund 1099 (2 of 2)
			Elimination of Custodial Activity	1,316,912.00		Posted as a presentation entry to NP
			GL Adjustment	(60,044.06)		GTAS adjustment made to ensure proper closure of fund - adjustment not reflected in AFR
			To be filled out by Agency			
8.5	**Accrual for Non-Entity Amounts To Be Collected and Transferred to the General Fund of the U.S. Government (RC 48)**	$ 252,764,967.89	**Total**	$ 252,764,967.89		
			Total Must Tie to Adjusted Balance	OK	0.00	
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.6	**Other Non-Budgetary Financing Sources for debt accruals/amortization (RC 37)/1**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.7	**Other Non-Budgetary Financing Sources (RC 29)/1, 9**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.8	**Other financing sources for the General Fund of the U.S. Government (RC 37)/1**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.9	**Transfer-in of agency's unavailable custodial and non-entity collections (RC 44)**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
			To be filled out by Agency			
8.10	**Accrual of agency's amounts to be collected (RC 48)**	$ -	**Total**	$ -		
			Total Must Tie to Adjusted Balance	OK	0.00	

Agency Financial Report to Closing Package Reconciliation Template
Reclassified Statement of Changes in Net Position Reconciliation to Agency AFR
as of September 30, 2018

8.11	**Total Other Financing Sources**	**CALC**	**$ (27,749,836,390.27)**	**Total Other Financing Sources**	**$**	**(27,749,836,390.27)**
	This line is calculated. Equals sum of lines 8.1 through 8.10					
9	**Net Cost of Operations (+/-)**		**$ (79,522,638,272.70)**	**Net Cost of Operations (+/-)**	**$**	**79,522,638,272.70**
	Enter in the amount from Statement of Net Cost, Net Cost of Operation					
10	**Ending Net Position Balance**	**CALC**	**$ 48,764,118,602.11**	**Ending Net Position Balance**	**$**	**48,764,118,602.11**
	This line is calculated. Equals sum of lines 4, 5.9, 6.5, 7.20, 8.11, and 9.					

* Adjusted Balance consists of Certified GTAS ATB data plus any applicable Agency entered manual adjustments. The Numbers that should be entered for the Adjusted Balance can be found by running the Reconciliation Report out of GTAS.

** Line Description - Please enter the exact Line Description from your Audited Financial Report.

If there is a need to reclass a line from GTAS to more than 5 lines in the AFR please contact the GTAS Team to have a custom report sent to your Agency. GTAS.Team@fiscal.treasury.gov

CALC Lines are set as formulas and will not need to be entered, please use these to double check the data entry.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Accounts and taxes receivable, net	N		154,255,326.33
Accounts payable	N		(3,792,134,398.05)
Accounts payable (RC 22)	F	0400	15,072.80
Accounts payable (RC 22)	F	2000	(178,465.72)
Accounts payable (RC 22)	F	4700	(643,234.99)
Accounts payable (RC 22)	F	8000	89,267.75
Accounts payable (RC 22)	F	DE00	(8.00)
Accounts receivable (RC 22)	F	1601	98,255.71
Accounts receivable (RC 22)	F	4700	25,000.00
Accounts receivable (RC 22)	F	4900	217,940.00
Accounts receivable (RC 22)	F	5901	16,495.61
Accounts receivable (RC 22)	F	6800	110,000.00
Accounts receivable (RC 22)	F	7500	307,505.87
Accounts receivable (RC 22)	F	8000	90,692.76
Accounts receivable (RC 22)	F	DE00	2,050.00
Accrual for non-entity amounts to be collected and transferred to the General Fund (RC 48)	G	9900	252,764,967.89
Advances from others and deferred credits (RC 23)	F	0400	0.00
Advances from others and deferred credits (RC 23)	F	1100	(55,000.00)
Advances from others and deferred credits (RC 23)	F	1200	(120,987.02)
Advances from others and deferred credits (RC 23)	F	1300	(298,545.48)
Advances from others and deferred credits (RC 23)	F	1400	(113,000.00)
Advances from others and deferred credits (RC 23)	F	1500	(3,482,459.64)

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Advances from others and deferred credits (RC 23)	F	1601	(480,000.00)
Advances from others and deferred credits (RC 23)	F	1900	(220,000.00)
Advances from others and deferred credits (RC 23)	F	2000	(220,000.00)
Advances from others and deferred credits (RC 23)	F	2400	(110,000.00)
Advances from others and deferred credits (RC 23)	F	2800	(464,866.53)
Advances from others and deferred credits (RC 23)	F	3100	(10,000.00)
Advances from others and deferred credits (RC 23)	F	3600	(110,000.00)
Advances from others and deferred credits (RC 23)	F	4500	(40,610.00)
Advances from others and deferred credits (RC 23)	F	4700	(403,825.00)
Advances from others and deferred credits (RC 23)	F	4900	(139,100.72)
Advances from others and deferred credits (RC 23)	F	5000	(5,056.00)
Advances from others and deferred credits (RC 23)	F	5901	(20,302.50)
Advances from others and deferred credits (RC 23)	F	6800	(110,000.00)
Advances from others and deferred credits (RC 23)	F	6900	(76,000.00)
Advances from others and deferred credits (RC 23)	F	7000	433,644.40
Advances from others and deferred credits (RC 23)	F	7200	(110,000.00)
Advances from others and deferred credits (RC 23)	F	7300	(105,000.00)
Advances from others and deferred credits (RC 23)	F	7500	(830,675.69)
Advances from others and deferred credits (RC 23)	F	8900	(110,000.00)
Advances from others and deferred credits (RC 23)	F	9567	98,687.88
Advances from others and deferred credits (RC 23)	F	DE00	(116,000.00)
Advances to others and prepayments (RC 23)	F	1300	21,612,379.95

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Advances to others and prepayments (RC 23)	F	1400	101,770,238.68
Advances to others and prepayments (RC 23)	F	1601	8,383,207.88
Advances to others and prepayments (RC 23)	F	2400	19,691,251.61
Appropriations Used (RC 39)	G	9900	89,149,820,480.43
Appropriations expended (RC 38)	G	9900	(89,149,820,480.43)
Appropriations received as adjusted (rescissions and other adjustments) (RC 41)	G	9900	(98,864,725,287.25)
Benefit program contributions payable (RC 21)	F	1601	(2,859,435.47)
Benefit program contributions payable (RC 21)	F	2400	(4,154,576.96)
Benefit program costs (RC 26)	F	1601	1,210,814.94
Benefit program costs (RC 26)	F	2400	110,190,763.25
Benefit program costs (RC 26)	F	4700	0.00
Benefit program costs (RC 26)	F	4900	0.00
Benefit program costs (RC 26)	F	6900	0.00
Benefit program costs (RC 26)	F	7000	0.00
Benefit program costs (RC 26)	F	7500	0.00
Benefit program costs (RC 26)	F	8000	0.00
Benefit program costs (RC 26)	F	8600	0.00
Benefit program costs (RC 26)	F	DE00	1,958.22
Borrowing and other interest expense (RC 05)	F	2000	36,635,046,083.21
Borrowing and other interest revenue (exchange) (RC 05)	F	2000	(4,944,362,143.68)
Borrowings gains (RC 06)	F	2000	(147,673.81)
Buy/sell costs (RC 24)	F	0300	4,641,748.67

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Buy/sell costs (RC 24)	F	0400	4,849,768.60
Buy/sell costs (RC 24)	F	1100	85,111.76
Buy/sell costs (RC 24)	F	1200	5,643.00
Buy/sell costs (RC 24)	F	1300	(6,892,709.98)
Buy/sell costs (RC 24)	F	1400	246,519,496.57
Buy/sell costs (RC 24)	F	1500	8,307,856.31
Buy/sell costs (RC 24)	F	1601	1,837,459.91
Buy/sell costs (RC 24)	F	1800	265,636.18
Buy/sell costs (RC 24)	F	1900	680,000.00
Buy/sell costs (RC 24)	F	2000	4,024,126.59
Buy/sell costs (RC 24)	F	2400	4,238,955.47
Buy/sell costs (RC 24)	F	2800	(859,063.50)
Buy/sell costs (RC 24)	F	4700	89,023,281.62
Buy/sell costs (RC 24)	F	4900	77,242.60
Buy/sell costs (RC 24)	F	5600	101,634.13
Buy/sell costs (RC 24)	F	6800	141,212.09
Buy/sell costs (RC 24)	F	6900	1,376,726.64
Buy/sell costs (RC 24)	F	7000	12,011,338.03
Buy/sell costs (RC 24)	F	7500	1,997,904.28
Buy/sell costs (RC 24)	F	8800	367,748.09
Buy/sell costs (RC 24)	F	9300	32,687.77
Buy/sell costs (RC 24)	F	9515	3,015,763.63

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Buy/sell costs (RC 24)	F	9567	19,753.77
Buy/sell costs (RC 24)	F	DE00	160,439.59
Buy/sell revenue (Exchange) (RC 24)	F	1100	(459.95)
Buy/sell revenue (Exchange) (RC 24)	F	1200	(110,000.00)
Buy/sell revenue (Exchange) (RC 24)	F	1500	(1,685,908.73)
Buy/sell revenue (Exchange) (RC 24)	F	1601	(183,255.71)
Buy/sell revenue (Exchange) (RC 24)	F	2000	0.00
Buy/sell revenue (Exchange) (RC 24)	F	2800	(340,024.70)
Buy/sell revenue (Exchange) (RC 24)	F	3600	(110,000.00)
Buy/sell revenue (Exchange) (RC 24)	F	4700	(50,000.00)
Buy/sell revenue (Exchange) (RC 24)	F	4900	(190,952.78)
Buy/sell revenue (Exchange) (RC 24)	F	6900	71,000.00
Buy/sell revenue (Exchange) (RC 24)	F	7000	(1,236,462.96)
Buy/sell revenue (Exchange) (RC 24)	F	7300	(10,375.46)
Buy/sell revenue (Exchange) (RC 24)	F	7500	(450,252.89)
Buy/sell revenue (Exchange) (RC 24)	F	8000	(235,000.00)
Buy/sell revenue (Exchange) (RC 24)	F	8600	(255,725.57)
Buy/sell revenue (Exchange) (RC 24)	F	8900	(55,000.00)
Buy/sell revenue (Exchange) (RC 24)	F	9567	(216,904.61)
Buy/sell revenue (Exchange) (RC 24)	F	9571	(450,606.00)
Buy/sell revenue (Exchange) (RC 24)	F	DE00	(268,624.54)
Cash and other monetary assets	N		2,175,959,987.67

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity: 9100 - Department of Education **Fiscal Year:** 2018 **Period:** SEPTEMBER

Reported In: DOLLARS **Decimal:** TWO **GTAS CPL Last Loaded:** 11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Collections for others transferred to the General Fund (RC 44)	G	9900	809,443.54
Federal employee and veteran benefits payable	N		(13,708,944.02)
Fund balance with Treasury (RC 40)	G	9900	114,555,990,217.64
Imputed costs (RC 25)	F	2400	38,063,820.29
Imputed financing source (RC 25)	F	2400	(38,063,820.29)
Interest payable-loans and not otherwise classified (RC 04)	F	2000	(12,902,841.72)
Liability to the General Fund for custodial and other non-entity assets (RC 46)	G	9900	(10,320,319,483.93)
Loan guarantee liabilities	N		(2,813,540,449.59)
Loans payable (RC 17)	F	2000	(1,259,951,113,477.99)
Loans receivable, net	N		1,210,849,227,245.56
Net position - funds from dedicated collections	B		(747,546.52)
Net position - funds other than those from dedicated collections	B		(48,761,752,168.51)
Net position, beginning of period	N		(57,165,027,985.18)
Non-Federal Earned Revenue	N		(31,426,590,627.76)
Non-Federal gross cost	N		78,727,171,296.00
Non-entity collections transferred to the General Fund (RC 44)	G	9900	27,535,135,242.67
Other assets	N		16,985,155.67
Other budgetary financing sources (RC 29) "Z"	Z		(4,938,274.97)
Other expenses (without reciprocals) (RC 29) "Z"	Z		11,802,774.12
Other liabilities	N		(2,288,009,229.59)
Other liabilities (without reciprocals) (RC 29)	Z		35,112,845.51
Other taxes and receipts	N		(1,092,274.14)

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System

GF005G - GTAS Closing Package Lines Loaded Report

Entity:	9100 - Department of Education	**Fiscal Year:**	2018	**Period:**	SEPTEMBER
Reported In:	DOLLARS	**Decimal:**	TWO	**GTAS CPL Last Loaded:**	11/15/2018 05:11 PM

GFRS Line Description	Fed/Non Fed Indicator	Trading Partner FR Entity	Amount
Property, plant and equipment, net	N		29,323,220.36

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 01 Other Significant Events and Accounting Changes **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 1

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Significant events or transactions since the financial statement date that requires disclosure **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
4			Debit	
5			Debit	
6			Debit	

Section: C **Section Name:** Related Parties-External to the Reporting Entity for the Financial Report (do not complete if amount is with another federal agency) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1	I	Related party receivables	Debit				
2	I	Related party payables	Credit				
3	I	Related party operating revenue	Debit				
4	I	Related party net cost of operations	Credit				
5	I	Related party economic dependency transactions	Debit				
6	I	Investments in related parties	Debit				
7	I	Related party leases	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 01	Other Significant Events and Accounting Changes	**Fiscal Year:** 2018	**Period:** SEPTEMBER
Entity: 9100	Department of Education	**Agency Notes:** 1	
Status: Complete	**The accompanying notes are an integral part of these financial statements.**	**I = Inactive Line**	

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Describe any significant events or transactions that occurred after the date of the Balance Sheet but before the issuance of agency's audited financial statements that have a material effect on the financial statements and; therefore, require adjustments or disclosure in the statements.	
2	Describe any departures from U.S. GAAP. (SFFAS No. 7.par.64)	
3	When applying the general rule of the Statements of Federal Financial Accounting Standards (SFFAS) No. 7, par. 48, describe the specific potential accruals that are not made and the practical and inherent limitations affecting the accrual of taxes and duties. (SFFAS No. 7.par.64)	
4	Describe any change in accounting if a collecting entity adopts accounting standards that embody a fuller application of accrual accounting concepts that differ from that prescribed by SFFAS No. 7, par. 48. (SFFAS No. 7.par.64)	
5	Describe any additional significant accounting policies specific to the agency not included in GFRS Module GF006 FR Notes. (SFFAS No. 32, par. 29 & 30)	
6	Provide any other relevant information pertaining to the Federal Reserve earnings. (SFFAS No. 32, par. 29 & 30	
7	Describe the nature of the related party relationship and transactions pertaining to the amount in the "Other Notes Info" tab, "Related party receivables" line.	
8	Describe the nature of the related party relationship and transactions pertaining to the amount in the "Other Notes Info" tab, "Related party payables" line.	
9	Describe the "Other Notes Info" tab, "Related party operating revenue" transactions along with the related party relationship and include transactions with zero or nominal balances, guarantees, and other terms. Also, describe changes in related party terms.	
10	Describe the "Other Notes Info" tab, "Related party net cost of operations" transactions along with the related party relationship and include transactions with zero or nominal balances, guarantees, and other terms. Also, describe changes in related party terms.	
11	Describe related party economic dependency (that is, major customers, suppliers, franchisors, franchisees, distributors, general agents, borrowers, and lenders) relationships and transactions included in the "Other Notes Info" tab, "Related party economic dependency transactions" section.	
12	Provide details on the investments in related parties.	
13	Provide details on related party leases	
14	Describe control relationships with entities under common ownership, management control,	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 01	Other Significant Events and Accounting Changes		**Fiscal Year:** 2018	**Period:** SEPTEMBER	
Entity: 9100	Department of Education		**Agency Notes:** 1		
Status: Complete		**The accompanying notes are an integral part of these financial statements.**	**I = Inactive Line**		

Tab: Text Data

Line	Question	Answer
	and conservatorship if the operating results or financial position could be significantly impacted as a result of the relationship. Include control relationships with and without transactions.	
15	Provide any other useful information on related parties.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 02 Cash and Other Monetary Assets **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Cash and other monetary assets	D	A	2,176	2,077
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
3		Other cash-not restricted				
4		Other cash-restricted	2,176	2,077	2,077	0
7		Foreign currency				
		Total	2,176	2,077	2,077	0

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 02 Cash and Other Monetary Assets **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: C **Section Name:** Analysis of Cash Held Outside Treasury **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER
1		Total cash reported to Treasury central acctg through the CTA/Stmt of Trans-SF224, Stmt of Acctability/Trans-SF1219/1220	Credit		
2			Credit		
3			Credit		
4			Credit		
5			Credit		
6			Credit		
7		Total cash reported in Note 2.	N/A		

Tab: Text Data

Line	Question	Answer
1	Describe the nature of the amount in the line item "Other cash-not restricted."	
3	If the cash is restricted because it is non-entity, state the organization/individual(s) for which the cash is being held.	Cash and Other Monetary Assets consist of assets of FFEL Guaranty Agencies' (GA) Federal Funds, which are held by the GAs, but owned by the federal government.
4	Describe the nature of the amount in the line item "Foreign currency."	
5	Disclose the method of exchange rate used on the financial statement date (Treasury exchange rate or prevailing market rate).	
6	Provide additional details describing the nature of and reasoning for cash held outside of Treasury (not reported to Treasury central accounting) for amounts reported in Section C, lines 2 through 6.	
7	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	Cash and Other Monetary Assets consist of GA reserves that represent the federal government?s interest in the net Federal Fund assets of state and nonprofit FFEL Program GAs. GA reserves include initial federal start-up funds, receipts of federal reinsurance payments, insurance premiums, GA share of collections on defaulted loans, investment income, administrative cost allowances, and other assets.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 03 Accounts and Taxes Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Accounts and taxes receivable, net	D	A	154	172
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Accounts receivable, gross	436	446	446	0
2		Related interest receivable-accounts receivable				
3		Penalties, fines, and administrative fees receivable-accounts receivable				
4		Less: allowance for loss on accounts receivable	-282	-274	-274	0
5		Less: allowance for loss on interest receivable-accounts receivable				
6		Less: allowance for loss on penalties, fines, and administrative fees receivable-accounts receivable				
		Total	154	172	172	0

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 03 Accounts and Taxes Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Interest Receivable on Uncollectible Accounts and Taxes Receivables (SFFAS No. 1, par.55) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
2		Interest on uncollectible accounts-accounts receivable	Credit				

Section: B **Section Name:** Criminal Restitution **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER D
1		Gross dollar amount of receivables related to criminal restitution orders monitored by the agency	N/A	79
2		Estimate of the net realizable value determined to be collectible for criminal restitution orders monitored by the agenc	N/A	8

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 03 Accounts and Taxes Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Text Data

Line	Question	Answer
1	Describe the method(s) used to calculate the allowances on accounts receivable (SFFAS No. 1, par.52)	The Department calculates the allowance for loss from uncollectable accounts receivable by applying a collection rate based on historical trends against gross accounts receivable. The collection rate is determined based on a rolling average of actual collection rates for the prior seven fiscal years. The Department calculates the allowance for loss from uncollectable accounts receivable by applying a collection rate based on historical trends against gross accounts receivable. The collection rate is determined based on a rolling average of actual collection rates for the prior seven fiscal years.
3	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertainnig to this note.	
4	For criminal restitution orders being monitored, please provide the source of the case information (for example, PACER) and a brief description of the agency's procedures for tracking the case information.	The Department records criminal restitution receivables upon receipt of documentation from its Office of Inspector General. Receivables are liquidated upon receipt of payment from the courts for the applicable district or from the Department of Justice.
5	Does the agency have the authority to retain and use the collections of criminal restitution? If so, please prvide a brief description of the agency's procedures for and accounting treatment of the collections.	No.
6	Does the agency disclose any information concerning criminal restitution in the agency financial report? If so, please list where in the financial report this information can be found.	Yes, Note 4.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04B Loan Guarantee Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER		
Loan guarantee liabilities	C	L	2,814	3,870		
		Variance:	0	0	**Rounding Method:** Millions	**Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Federal Family Education Loans	2,592	3,659	3,659	0
12						
13						
14						
15						
16						
17		All other loan guarantee liabilities	222	211	211	0
		Total	2,814	3,870	3,870	0

Threshold

Line Description	Question	Answer
Line Item Notes - Federal Family Education Loans (2018 - SEPTEMBER)	Please provide explanations for any amounts that have changed by 10% or more and or greater than $1,000,000,000.00 between the current fiscal year and prior fiscal year. (Unaudited)	The change is due primarily to a downward re-estimate in the FFEL Loan Guarantee program attributed to changes in contract collection costs, Guaranty Agency retention, and consolidated loan holder fees.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04B Loan Guarantee Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Other Related Information (SFFAS No. 32, par. 27) **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Face Value of Loans Outstanding	D	CY Amount Guaranteed by the Government	D	CY Subsidy Expense	D	PY Face Value of Loans Outstanding	D	PY Amount Guaranteed by the Government	D	PY Subsidy Expense	D
1		Federal Family Education Loans	N/A					-1,204							
12			N/A												
13			N/A												
14			N/A												
15			N/A												
16			N/A												
17		All other loans guarantee liabilities	N/A												
18		Total:	N/A					-1,204							

Tab: Text Data

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	Federal Family Education Loan Program - As a result of the SAFRA Act, no new FFEL loans have been made since July 1, 2010. Federal guarantees on FFEL program loans and commitments remain in effect for loans made before July 1, 2010, unless they were sold to the Department through an ECASLA program (acquired FFEL loans), consolidated into a direct loan, or otherwise satisfied, discharged, or cancelled. Of the insured amount, the Department would pay a smaller amount to the guaranty agencies. The rates range from 75 to 100 percent of the loan value depending on when the loan was made and the guaranty agency's claim experience. The liability for loan guarantees presents the net present value of all future cash flows from currently insured FFEL loans, including claim payments, interest assistance, allowance payments, and recoveries from assigned loans. Guaranteed loans that default are initially turned over to guaranty agencies for collection. Defaulted FFEL loans are accounted for and reported under credit reform rules, similar to direct loans, although they are legally not direct student loans.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04C Loans Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5 & 10

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Loans receivable, net	D	A	1,210,849	1,146,720
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	CY Loans receivable, gross	CY Interest receivable	CY Foreclosed property	CY Present value allowance	CY Value of assets related to direct loans	PY Loans Receivable, gross
1		Federal Direct Student Loans	1,083,735	71,981		-40,663	1,115,053	998,825
2		Electric Loans						
3		Rural Housing Service						
4		Federal Family Education Loan	95,083	21,116		-23,252	92,947	101,601
5		Water and Environmental Loans						
6		Housing for the Elderly and Disabled						
7		Farm Loans						
8		Export-Import Bank Loans						
9		U.S. Agency for International Development						
10		Housing and Urban Development						
11		Telecommunications Loans						
12		Food Aid						
13								
14								
15								
16								
17								
18		All other loans receivable	3,108	437		-696	2,849	3,158
		Total	1,181,926	93,534		-64,611	1,210,849	1,103,584

Line	Status	Line Description	PY Interest receivable	PY Foreclosed property	PY Present value	PY Value of assets related
1		Federal Direct Student Loans	59,534	0	-16,805	1,041,554

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04C Loans Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5 & 10

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Line	Status	Line Description	PY Interest receivable	PY Foreclosed property	PY Present value	PY Value of assets related
2		Electric Loans				
3		Rural Housing Service				
4		Federal Family Education Loan	19,338	0	-18,529	102,410
5		Water and Environmental Loans				
6		Housing for the Elderly and Disabled				
7		Farm Loans				
8		Export-Import Bank Loans				
9		U.S. Agency for International Development				
10		Housing and Urban Development				
11		Telecommunications Loans				
12		Food Aid				
13						
14						
15						
16						
17						
18		All other loans receivable	409	0	-811	2,756
		Total	79,281	0	-36,145	1,146,720

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04C Loans Receivable, Net **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5 & 10

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Subsidy Expense/(Income) (SFFAS No. 32, par. 27) **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Federal Direct Student Loans	Debit	4,369		5,329	-5,329
2		Electric Loans	Debit				
3		Rural Housing Service	Debit				
4		Federal Family Education Loan	Debit	2,432		2,392	
5		Water and Environmental Loans	Debit				
6		Housing for the Elderly and Disabled	Debit				
7		Farm Loans	Debit				
8		Export-Import Bank Loans	Debit				
9		U.S. Agency for International Development	Debit				
10		Housing and Urban Development	Debit				
11		Telecommunications Loans	Debit				
12		Food Aid	Debit				
13			Debit				
14			Debit				
15			Debit				
16			Debit				
17			Debit				
18		All other loans receivable	Debit	224		134	-134

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 04C	Loans Receivable, Net	**Fiscal Year:** 2018	**Period:** SEPTEMBER
Entity: 9100	Department of Education	**Agency Notes:** 5 & 10	
Status: Complete	**The accompanying notes are an integral part of these financial statements.**	**I = Inactive Line**	

Tab: Text Data

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	Due to the complexity of the Direct Loan program, there is inherent projection risk in the process used for estimating long-term program costs. Some uncertainty stems from potential changes in student loan legislation and regulations because these changes may fundamentally alter the cost structure of the program. Operational and policy shifts, such as growing efforts to increase borrower enrollment in income-driven repayment (IDR) plans, may also affect program costs by causing significant changes in borrower repayment timing. Actual performance may deviate from estimated performance, which is not unexpected given the long-term nature of these loans (cash flows may be estimated up to 40 years), and the multitude of projection paths and possible outcomes. The increasing enrollment of borrowers in the IDR plans has made projection of borrower incomes a key input for the estimation process. This uncertainty is directly tied to the macroeconomic climate and is another inherent program element that displays the interrelated risks facing the Direct Loan program. FY 2018 Direct Loan subsidy expenses include $3.1 billion of negative subsidy expenses for the FY 2018 cohort and an upward subsidy re-estimate of $7.4 billion for prior-year loan cohorts. In addition to the major assumption updates described below, the re-estimate reflects several other assumption updates, including interest rates provided by OMB, volume, and enter repayment rates. IDR Model Changes - In 2018, the Department updated several assumptions within its IDR submodel and refined the logic for borrowers switching between IDR plans. These updates led to a net downward re-estimate of $4.1 billion. Repayment Plan Selection - The Department incorporated new repayment plan data that showed a continuing increase in IDR plan usage. The update also reflects changes in interpretation of repayment plan codes for Direct Loan consolidations. Much of the consolidation loan volume that was previously classified as standard (ten-year fixed) is now classified as extended. Also, the Department changed the methodology for assigning and forecasting plans from an origination cohort basis to an enter repayment cohort basis. Lastly, the Department placed limits on forecasted growth of IDR participation to reflect an anticipated saturation point. The combined effect of these changes was a net upward re-estimate of $2.1 billion. Default Rates - The Department made updates to the default rate model in FY 2018, which led to a net upward re-estimate of $14.8 billion. Federal Family Education Loan Program - Defaulted FFEL loans are accounted for as assets and reported at their net present value, similar to direct loans, although they are legally not direct student loans. Credit program receivables, net includes defaulted FFEL loans owned by the Department and held by the Department or guaranty agencies. In most cases, after approximately four years, defaulted guaranteed loans not in repayment are turned over by the guaranty agencies to the Department for collection.
2	Provide an explanation for net loans receivable (increase/decrease) (Education only).	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 05 Inventories and Related Property **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER		
Inventories and related property, net	D	A	0	0		
		Variance:	0	0	**Rounding Method:** Millions	**Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Gross Inventory-balance beginning of year				
2		Prior-period adjustment (not restated)				
3		Capitalized acquisitions from the public				
4		Capitalized acquisitions from Government agencies				
5		Inventory sold or used				
6		Total allowance for inventories and related property				
		Total				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 05 Inventories and Related Property **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Inventory Year-end Balances by Category Type (SFFAS No. 32, pars. 16-18, 20) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Inventory purchased for sale	Debit				
2		Inventory held in reserve for future sale to the public	Debit				
3		Inventory and operating materials and supplies held for repair	Debit				
4		Inventory-excess, obsolete, and unserviceable	Debit				
5		Operating materials and supplies held for use	Debit				
6		Operating materials and supplies held in reserve for future use	Debit				
7		Operating materials and supplies excess, obsolete, and unserviceable	Debit				
8		Stockpile materials held in reserve for future use	Debit				
9		Stockpile materials held for sale	Debit				
10		Forfeited property	Debit				
11		Other related property	Debit				
12		Total allowance for inventories and related property	Credit				
13		Total inventories and related property, net	N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 05 Inventories and Related Property **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: B **Section Name:** Other Information-Dollar Value **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Seized property	Debit				
2		Forfeited property	Debit				
3		Goods held under price support and stabilization programs	Debit				

Section: C **Section Name:** Other Information-Number of Items/Volume **No Data Flag:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Seized property	N/A				
2		Forfeited property	N/A				
3		Goods held under price support and stabilization programs	N/A				

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Method used to calculate allowance.	
2	Significant accounting principles and methods of applying those principles.	
3	Provide a broad description of foreclosed property (SFFAS No. 32, par. 21)	
4	Describe the process used to apply deemed cost as the alternative valuation method for opening balances of inventory, operating materials and supplies, or stockpile materials (SFFAS No. 48, par. 13)	
5	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 06 Property, Plant, and Equipment (PP&E) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4 & 12

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER		
Property, plant and equipment, net	D	A	29	33		
		Variance:	0	0	**Rounding Method:** Millions	**Decimal:** Zero

Line	Status	Line Description	CY PP&E	CY Accum. Depr./Amortization	CY Net PP&E	PY PP&E	PY Accum. Depr./Amortization	PY Net PP&E
1		Balance beginning of year	212	179	33	202	178	24
2		Prior-period adjustments (not restated)						
3		Capitalized acquisitions from the public	1		1	10		10
4		Capitalized acquisitions from government agencies						
5		Deletions from the Balance Sheet	0		0			
6		Deletions related to partial impairment of PP&E						
7		Revaluations						
8		Stewardship reclassifications						
9		Depreciation/amortization		5	-5		1	-1
		Total	213	184	29	212	179	33

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 06 Property, Plant, and Equipment (PP&E) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4 & 12

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Cost of PP&E for each category (SFFAS No. 32, par. 23) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Buildings, structures, and facilities (including improvements to land)	Debit				
2		Furniture, fixtures, and equipment (including aircraft, ships, vessels, small boats, and vehicles)	Debit	3	3	3	0
3		Construction in progress	Debit				
4		Land and Land Rights	Debit				
5		Internal use software	Debit	210	209	209	0
6		Assets under capital lease	Debit				
7		Leasehold improvements	Debit				
8		Other property, plant and equipment	Debit				
9		Total property, plant and equipment	N/A	213	212	212	0

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 06 Property, Plant, and Equipment (PP&E) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4 & 12

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: B **Section Name:** Accumulated Depreciation/Amortization for each Category (SFFAS No. 32, par. 23) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Buildings, structures, and facilities (including improvements to land)	Credit				
2		Furniture, fixtures, and equipment (including aircraft, ships, vessels, small boats, and vehicles)	Credit	3	3	3	0
3		Internal use software	Credit	181	176	176	0
4		Assets under capital lease	Credit				
5		Leasehold improvements	Credit				
6		Other property, plant, and equipment	Credit				
7		Total accumulated depreciation/amortization	N/A	-184	-179	-179	0

Section: C **Section Name:** Public-Private Partnerships (P3s) (SFFAS No. 49, par. 25)-for early implementers of SFFAS No. 49 **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Amount received during the current fiscal year	Debit	
2		Amount paid during the current fiscal year	Credit	
3		Estimated amount to be received over the expected life of the P3s	Debit	
4		Estimated amount to be paid in aggregate over the	Credit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 06 Property, Plant, and Equipment (PP&E) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4 & 12

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: C **Section Name:** Public-Private Partnerships (P3s) (SFFAS No. 49, par. 25)-for early implementers of SFFAS No. 49 **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
		expected life of the P3s		

Tab: Text Data

Line	Question	Answer
1	Provide a general description of what constitutes general PP&E impairment (SFFAS No. 44, par. 26).	
2	For early implementers of SFFAS No. 49, provide a general description of P3 arrangements and transactions (SFFAS No. 49, par. 25).	
3	Describe the process used to apply deemed cost in establishing opening balances of general PP&E (SFFAS No. 50, par. 13).	
4	Describe the process used to elect an alternative valuation method for establishing an opening balance for land or land rights and the number of acres held at the end of the fiscal year (SFFAS No. 50, par. 13).	
5	Provide any other relevant information pertaining to this note and any material changes from the prior FY's depreciation methods and capitalization thresholds. In addition, describe briefly the significant accounting policies pertaining to this note.	The Department capitalizes single items of property and equipment with a cost of $50,000 or more that have an estimated useful life of two years or more. Additionally, the Department capitalizes bulk purchases of property and equipment with an aggregate cost of $500,000 or more. A bulk purchase is defined as the purchase of like items related to a specific project, or the purchase of like items occurring within the same fiscal year that have an estimated useful life of at least two years. Internal Use Software meeting the above cost and useful life criteria is also capitalized. Internal Use Software is either purchased off the shelf, internally developed, or contractor developed solely to meet the Department's needs. Property and equipment are depreciated over their estimated useful lives using the straight-line method of depreciation. The Department depreciates information technology, internal use software, and telecommunications equipment over a useful life of 3 years. Furniture and fixtures are depreciated over a useful life of 5 years.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Debt and equity securities	D	A	0	0
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Fixed/Debt Securities (FASB ASC 320-10-50-1): Non-U.S. Government Securities				
2		Fixed/Debt Securities (FASB ASC 320-10-50-1): Commercial Securities				
3		Fixed/Debt Securities (FASB ASC 320-10-50-1): Mortgage/asset backed Securities				
4		Fixed/Debt Securities (FASB ASC 320-10-50-1):Corporate and other bonds				
5		All other Fixed Income/Debt Securities (FASB ASC 320-10-50-1) All:Other fixed/debt securities				
6		Equity Securities (FASB ASC 320-10-50-1): Common Stocks				
7		Equity Securities (FASB ASC 320-10-50-1): Unit Trusts				
8		Equity Securities (FASB ASC 320-10-50-1): All Other Equity Securities				
9		Other				
		Total				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Other Notes Info.

Section: A **Section Name:** Investment Category-Held-to-Maturity Securities **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Basis (Costs) D	CY Unamortized Premium/Discount D	CY Net Investment	PY Basis (Costs) D	PY Unamortized Premium/Discount D	PY Net Investment
1		Fixed/Debt Securities: Non-U.S. Government securities	N/A						
2		Fixed/Debt Securities: Commercial securities	N/A						
3		Fixed/Debt Securities: Mortgage/asset backed securities	N/A						
4		Fixed/Debt Securities: Corporate and other bonds	N/A						
5		Fixed/Debt Securities: All other fixed income/debt securiteis	N/A						
6		Equity Securities: Common stocks	N/A						
7		Equity Securities: Unit trusts	N/A						
8		Equity Securities: All Other equity securities	N/A						
9		Other	N/A						
10		Total Held-to-Maturity Securities	N/A						

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: B **Section Name:** Investment Category-Available-for-Sale Securities **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Basis (Costs)	D	CY Unrealized Gain/Loss	D	CY Market Value	PY Basis (Costs)	D	PY Unrealized Gain/Loss	D	PY Market Value
1		Fixed/Debt Securities: Non-US Government securities	N/A										
2		Fixed/Debt Securities: Commercial securities	N/A										
3		Fixed/Debt Securities: Mortgage/asset backed securities	N/A										
4		Fixed/Debt Securities: Corporate and other bonds	N/A										
5		Fixed/Debt Securities: All other fixed income/debt secruties	N/A										
6		Equity Securities: Common stocks	N/A										
7		Equity Securities: Unit trusts	N/A										
8		Equity Securities: All other equity securities	N/A										
9		Other	N/A										
10		Total Available-for-Sale Securities	N/A										

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: C **Section Name:** Investment Category-Trading Securities **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Basis (Costs)	D	CY Unrealized Gain/Loss	D	CY Market Value	PY Basis (Costs)	D	PY Unrealized Gain/Loss	D	PY Market Value
1		Fixed/Debt Securities: Non-US Government securities	N/A										
2		Fixed/Debt Securities: Commercial securities	N/A										
3		Fixed/Debt Securities: Mortgage/asset backed securities	N/A										
4		Fixed/Debt Securities: Corporate and other bonds	N/A										
5		Fixed/Debt Securities: All other fixed income/debt securities	N/A										
6		Equity Securities: Common stocks	N/A										
7		Equity Securities: Unit trusts	N/A										
8		Equity Securities: All other equity securities	N/A										
9		Other	N/A										
10		Total Trading Securities	N/A										

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: D **Section Name:** Other Information **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Change
1		Proceeds from sales of available-for-sale securities (FASB ASC 320-10-50-9)	Debit				
2		Gross realized gains (included in earnings) from sales of available-for-sale securities (FASB ASC 320-10-50-9)	Debit				
3		Gross realized losses (included in earnings) from sales of available-for-sale securities (FASB ASC 320-10-50-9)	Credit				
4		Gross gains included in earnings from s from transfers of securities from available-for-sale into trading	Debit				
5		Gross losses included in earnings from s from transfers of securities from available-for-sale into trading	Credit				
6		Net unrealized holding gain on available-for-sale securities included in accumulated other comprehensive income	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: D **Section Name:** Other Information **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Change
7		Net unrealized holding loss on available-for-sale securities included in accumulated other comprehensive income	Credit				
8		Amount of gains/losses reclassified out of accumulated other comprehensive income into earnings for the period	Debit				
9		Portion of trading gains/losses that relates to trading securities still held at the reporting date	Debit				
10		Net carrying amount of sold/transferred held-to-maturity securities (FASB ASC 320-10-50-10)	Debit				
11		Net gain/loss in accum. other comp. income for any derivative that hedged the forecasted acquisition of HTM security	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 07 Debt and Equity Securities [Financial Accounting Standards Board (FASB), Accounting Standards Codification (ASC) 320 and

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: N/A

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide a description of the amounts reported on the "Line Item Notes" tab for lines 5, 8 and 9.	
2	Provide a description of the amounts reported on the "Other Notes Info" tab for lines 5, 8 and 9 in Sections A through C.	
3	Provide the basis on which the cost of a security sold or the amount reclassified out of accumulated other comprehensive income into earnings was determined (FASB ASC 320-10-50-9).	
4	Provide the circumstances leading to the decision to sell or transfer the security for held-to-maturity securities (FASB ASC 320-10-50-10).	
5	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 08 Other Assets **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 4

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER		
Other assets	D	A	17	3		
		Variance:	0	0	**Rounding Method:** Millions	**Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Advances and prepayments	15	1	1	0
3		Regulatory assets				
4		Derivative assets				
5		Other assets	2	2	2	0
		Total	17	3	3	0

Tab: Text Data

Line	Question	Answer
1	Provide a description of advances and prepayments on the "Line Item Notes" tab for line 1.	Advances and Prepayments consist of payments made to grant recipients in advance of their expenditures.
2	Provide a description and related amounts for balances that exceed $1 billion in the line titled "Other Assets" on the "Line Item Notes" tab.	
3	If derivatives are reported on your agency financial statements, provide all disclosures required in FASB ASC 815-10-50.	
4	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 09 Accounts Payable **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Accounts payable	C	L	3,792	4,191
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Accounts Payable	3,792	4,191	4,191	0
		Total	3,792	4,191	4,191	0

Threshold

Line Description	Question	Answer
Line Item Notes - Accounts Payable (2018 - SEPTEMBER)	Please provide explanations for any amounts that have changed by 10% or more and or greater than $1,000,000,000.00 between the current fiscal year and prior fiscal year. (Unaudited)	Within threshold - less than $ 1 billion

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 10B Treasury Securities Held by Government Trust Funds, Revolving Funds, and Special Funds **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Investments in Federal Debt securities **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Par value of the investment	CY Unamortized Discount	CY Unamortized premium	CY Net Investment	PY Par Value of the investment	PY Unamortized discount
24		United States Postal Service, Postal Service Fund	Debit						
25			Debit						
26			Debit						
27			Debit						
28		All other programs and funds	Debit						
29		Total	N/A						

Line	Status	Line Description	NB	PY Unamortized premium	PY Net Investment
24		United States Postal Service, Postal Service Fund	Debit		
25			Debit		
26			Debit		
27			Debit		
28		All other programs and funds	Debit		
29		Total	N/A		

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER		
Federal employee and veteran benefits payable	C	L	14	14		
		Variance:	0	0	**Rounding Method:** Millions	**Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Pension and accrued benefits				
2		Post-retirement health and accrued benefits				
3		Veterans compensation and burial benefits				
4		Life insurance and accrued benefits				
5		Federal Employees' Compensation Act (FECA) benefits	14	14	14	0
6		Liability for other retirement and postemployment benefits				
7		Veterns education benefits				
		Total	14	14	14	0

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: 9

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Other Notes Info.

Section: A **Section Name:** Pension and Accrued Benefits Liability **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Pension and accrued benefits liability-beginning of period (SFFAS No. 33, pars. 22-23)	Credit				
2		Prior-period adjustments (not restated)	Credit				
3		Prior (and past) service costs from plan amendments (or the initiation of a new plan) during the period	Credit				
4		Normal costs (SFFAS No. 5, par. 72)	Credit				
5		Interest on pension liability during the period (SFFAS No. 5, par. 72)	Credit				
6		Actuarial (gains)/losses (from experience) (SFFAS No. 33, pars. 22-23)	Credit				
7		Actuarial (gains)/losses (from assumption changes) (SFFAS No. 33, pars. 22-23)	Credit				
8		Other (SFFAS No. 33, pars. 22-23)	Credit				
9		Total pension expense (SFFAS No. 5, par.72)	N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education

Agency Notes: 9

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: A **Section Name:** Pension and Accrued Benefits Liability **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
10		Less benefits paid (SFFAS No. 33, pars. 22-23)	Debit				
11		Pension and accrued benefits liability-end of period (SFFAS No. 3, pars. 22-23)	N/A				

Section: B **Section Name:** Pension Liability Long-Term Significant Assumptions Used in the Current FY Valuation **No Data Flag:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Rate of interest (except OPM)	N/A				
2		Rate of inflation (except OPM)	N/A				
3		Projected salary increases (except OPM)	N/A				

Section: C **Section Name:** Post-retirement Health and Accrued Benefits **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Post-retirement health and accrued benefits liability-beginning of period (SFFAS No. 33, par.22-23)	Credit				
2		Prior-period adjustments (not restated) (SFFAS No. 5, par. 88)	Credit				
3		Prior (and past) service costs from plan amendments	Credit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: C **Section Name:** Post-retirement Health and Accrued Benefits **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
		(or the initiation of a new plan) during the period					
4		Normal costs (SSFAS No. 5, par. 88)	Credit				
5		Interest on liability (SSFAS No. 5, par. 88)	Credit				
6		Actuarial (gains)/losses (from experience) (SFFAS No. 33, pars. 22-23)	Credit				
7		Actuarial (gains)/losses (from assumption changes) (SFFAS No. 33, pars. 22-23)	Credit				
8		Other (SSFAS No. 5, par. 88)	Credit				
9		Total post-retirement health benefits expense (SFFAS No. 33, pars. 22-23)	N/A				
10		Less claims paid (SFFAS No. 33, pars. 22-23)	Debit				
11		Post-retirement health and accrued benefits liability-end of period (SFFAS No. 33, pars. 22-23)	N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: D **Section Name:** Post-retirement Health Liability Significant Assumptions Used in Determining the Current FY Valuation **No Data Flag:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Rate of Interest	N/A				
2		Single equivalent rate of medical trend	N/A				
3		Ultimate rate of medical trend	N/A				

Section: F **Section Name:** Other **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Nonmarketable Treasury securities held by the Thrift Savings Plan (TSP) Fund	Debit				
2		Total assets of pension (non-federal only) (SFFAS No.5, par. 68)	Debit				
3		Market value of investments in market-based and marketable sec included in line 2 (non-federal only)(SFFAS No.5,par.68)	Debit				
4		Total assets of other retirement benefit plans(non-federal only) (SFFAS No. 5, par. 85)	Debit				
5		Market value of investments in market-based and	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: F **Section Name:** Other **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
		marketable sec included in line 4(non-federal only)(SFFAS no. 5, par.85)					

Section: L **Section Name:** Civilian Life Insurance and Accrued Benefits **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Actuarial accrued life insurance benefits liability-beginning of period (SFFAS No. 33, pars. 22-23)	Credit				
2		Prior-period adjustments (not restated)	Credit				
3		Prior (and past) service costs from plan amendments (or the initiation of a new plan) during the period	Credit				
4		New entrant expense	Credit				
5		Interest on life insurance liability during the period (SFFAS No. 33, pars. 22-23)	Credit				
6		Actuarial (gains)/losses (from experience) (SFFAS No. 33,	Credit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Section: L **Section Name:** Civilian Life Insurance and Accrued Benefits **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
		pars. 22-23)					
7		Actuarial (gains)/losses (from assumption changes) (SFFAS No. 33, pars. 22-23)	Credit				
8		Other (SFFAS No. 33, pars. 22-23)	Credit				
9		Total life insurance expense (SFFAS No. 33, pars. 22-23)	N/A				
10		Less costs paid (SFFAS No. 33, pars. 22-23)	Debit				
11		Actuarial accrued life insurance benefits liability-end of period (SFFAS No. 33, pars. 22-23)	N/A				

Section: M **Section Name:** Civilian Actuarial Life Insurance Liability **No Data Flag:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Rate of interest	N/A				
2		Rate of increases in salary	N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 11 Federal Employee and Veteran Benefits Payable-Liabilities for Benefits for Services Provided to Federal Employees (SFFAS

Fiscal Year: 2018 **Period:** SEPTEMBER

Agency Notes: 9

Entity: 9100 Department of Education

Status: Complete

The accompanying notes are an integral part of these financial statements.

I = Inactive Line

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide the following information as it relates to the future policy benefits for noncancelable and renewable life insurance (other than whole life) (SFFAS No. 5, par. 110, table 9): a description of each component of the liability for future policy benefits; an explanation of its projected use; and any other potential uses.	
2	For pension plans that differ from the Civil Service Retirement System (CSRS), the Federal Employee Retirement System (FERS), and the Military Retirement System (MRS), describe how and why the assumptions differ from one of those plans (SFFAS No. 5, par. 67).	
3	Provide a description of the changes in the significant assumptions used in determining pension liability and the related expense (SFFAS No. 33, par.19).	
4	Provide a description of the changes in the significant assumptions used in determining the post-retirement health benefits liability and the related expense (SFFAS No. 33, par. 19).	
9	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note (SFFAS No. 32, par. 29).	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 12 Environmental and Disposal Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Environmental and disposal liabilities	C	L	0	0
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
7						
8						
9						
10						
11						
12		Other environmental and disposal liabilities				
		Total				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 12 Environmental and Disposal Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Other Related Information **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Unrecognized portion of estimated total cleanup costs associated with general property, plant, and equipment	Debit				

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide a description of the type of environmental and disposal liabilities identified (SFFAS No. 32, par. 25).	
2	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note (SFFAS No. 32, par. 29).	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 13 Benefits Due and Payable **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Benefits due and payable	C	L	0	0
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
9		Other entitlement benefits due and payable				
		Total				

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note. (SFFAS No. 32, par. 29)	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 14 Insurance and Guarantee Program Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Insurance and guarantee program liabilities	C	L	0	0
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
6		Other insurance programs				
		Total				

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide a description for the type of insurance or guarantee programs identified in the "Line Item Notes" tab.	
2	Provide the name, description, and the related amounts of the insurance or guarantee programs entered on the line titled "Other insurance programs" in the "Line Item Notes" tab.	
3	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note. (SFFAS No. 32, par. 29)	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 15 Other Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Line Item Notes

Closing Package Line Description	NB	Account Type	2018 - SEPTEMBER	2017 - SEPTEMBER
Other liabilities	C	L	2,288	4,289
		Variance:	0	0

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Deferred revenue	4	7	7	0
2		Accrued wages and benefits	16	15	15	0
4		Other debt				
6		Legal and other contingencies				
7		Grant payments due to State and local governments and others	1,914	3,959	3,959	0
8		Other employee and actuarial liabilities				
11		Custodial liabilities				
12		Accrued annual leave	37	39	39	0
14		Advances and prepayments				
15		Deposit funds	317	269	269	0
16		Non-federal power projects capital lease liabilities as well as disposal liabilities				
17		Derivative liabilities				
18						
19						
20						
21		Other Liabilities				
		Total	2,288	4,289	4,289	0

Threshold

Line Description	Question	Answer

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 15 Other Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Threshold

Line Description	Question	Answer
Line Item Notes - Grant payments due to State and local governments and others (2018 - SEPTEMBER)	Please provide explanations for any amounts that have changed by 10% or more and or greater than $1,000,000,000 between the current fiscal year and prior fiscal year. (unaudited)	The annual Grant accrual amount is based on a coefficient ratio that is calculated every year based on a selected sample. The key driver to the coefficient ratio calculated is the unreimbursed amount reported by the selected recipients in the sample and how this reported amount is related to the available balance and the draw-down. For fiscal year 2018, PPL (Perkins Loan Program) recipients reported an increase in unreimbursed amount thus creating an overall reduction in the coefficient calculated and the grant accrual amount posted.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 15 Other Liabilities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 9

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Other Information **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd
5		Grant payments due to State and local government as well as others (Transportation, HHS, and Education only)	Credit	1,914	3,959	3,959

Threshold

Line Description	Question	Answer
Other Notes Info - Grant payments due to State and local government as well as others (Transportation, HHS, and Education only) (2018 - SEPTEMBER)	Please provide explanations for any amounts that have changed by 10% or more and or greater than $1,000,000,000 between the current fiscal year and prior fiscal year. (unaudited)	The annual Grant accrual amount is based on a coefficient ratio that is calculated every year based on a selected sample. The key driver to the coefficient ratio calculated is the unreimbursed amount reported by the selected recipients in the sample and how this reported amount is related to the available balance and the draw-down. For fiscal year 2018, PPL (Perkins Loan Program) recipients reported an increase in unreimbursed amount thus creating an overall reduction in the coefficient calculated and the grant accrual amount posted.

Tab: Text Data

Line	Question	Answer
1	Provide more details on the liabilities reported on the "Line Item Notes" tab for each line 1 through 17 by including a description of the significant related amounts and providing the page number and the documentation support by email at financial.reports@fiscal.treasury.gov if amounts identified cannot be directly traced to the agency's financial report.	Other liabilities consists of liabilities not recognized in specific categories, including (but is not limited to) liabilities related to grants payable, and accrued liabilities related to ongoing continuous expenses such as Federal employee salaries and accrued employee annual leave.
2	Provide a detailed description and related amounts for balances that exceed $500 million reported on the "Line Item Notes" tab, lines 18-21. Also provide the page number of the agency's financial report where the amount is identified.	
3	If derivatives are reported on your agency financial statements, provide all disclosures required in FASB ASC 815-10-50.	
4	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Non-Federal Prior-Period Adjustments-Corrections of Errors **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

Section: B **Section Name:** Federal Prior-Period Adjustments-Corrections of Errors **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: C **Section Name:** Non-Federal Correction of Errors-Years Preceding the Prior Year **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

Section: D **Section Name:** Federal Correction of Errors-Years Preceding the Prior Year **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: E **Section Name:** Non-Federal Immaterial Correction of Errors **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

Section: F **Section Name:** Federal Immaterial Correction of Errors **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: G **Section Name:** Closing Package Reclassifications/Adjustments (Financial Statements) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

Section: H **Section Name:** Closing Package Reclassifications/Adjustments (Notes) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: I **Section Name:** Non-Federal Change in Accounting Principles **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

Section: J **Section Name:** Federal Change in Accounting Principles **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	Amount	C
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		
6			N/A		
7			N/A		
8			N/A		
9			N/A		
10			N/A		
11		Total	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 17 Prior-Period Adjustments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Describe the restatements to the prior FY that resulted from correcting errors that occurred in the prior FY (data reported in Sections A and B).	
2	Describe any errors that occurred in FYs preceding the prior FY that adjusted the prior FY beginning net position (data reported in Sections C and D).	
3	Describe any immaterial errors that occurred in the prior period(s) that were corrected against the current FY operations (data reported in Sections E and F).	
4	Describe any reclassifications/adjustments of the prior FY reporting in the current FY Closing Package-Financial Statements (data reported in Section G). Exclude amounts reported as restatements in Sections A and B.	
5	Describe any reclassifications/adjustments of the prior FY reporting in the current FY Closing Package-Notes (data reported in Section H).	
6	Describe the adjustments to the current FY or prior FY beginning net position that resulted from changes in accounting principles as reported on the Reclassified Statement of Operations and Changes in Net Position, line 2.1 and line 3.1 (data reported in Sections I and J)	
7	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 18 Contingencies **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Insurance Contingencies (Reasonably Possible Only) **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
3			Credit				
4			Credit				
5			Credit				
6	I		Credit				
7	I		Credit				
8		Other insurance contingencies	Credit				
9		Total	N/A				

Section: B **Section Name:** Litigation, Claims and Assessments (SFFAS No. 5, pars. 35-42) **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Measured amount (accrued estimated)	CY Estimated Range(Low end)	CY Estimated Range (High end)	CY Probable loss(Unable to determine)	PY Measured amount (accrued estimated)	PY Estimated Range(Low end)
1		Probable	Credit						
2		Reasonably Possible	Credit						

Line	Status	Line Description	NB	PY Estimated Range (High end)
1		Probable	Credit	
2		Reasonably Possible	Credit	

Section: C **Section Name:** Environmental Litigation, Claims, and Assessments (SFFAS No. 5, pars. 35-42) **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CYAccrued/Estimated amount	CY Estimated Range (Low end)	CY Estimated Range (High end)	CY Probable amount (Unable to determine)	PY Accrued/Estimated amount	PY Estimated Range (Low end)
1		Probable	Credit						
2		Reasonably Possible	Credit						

Line	Status	Line Description	NB	PY Estimated Range (High Range)
1		Probable	Credit	
2		Reasonably Possible	Credit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 18 Contingencies **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: D **Section Name:** Other Contingencies (SFFAS No. 5, pars. 35-42) **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Probable	CY Reasonably Possible	PY Probable	PY Reasonably Possible
3			Credit				
4			Credit				

Tab: Text Data

Line	Question	Answer
1	Provide the nature of the insurance contingencies, including the range of loss. (SFFAS No. 5, par. 41)	
2	Provide the nature of the litigation contingencies, including the range of loss for probably liabilities (SFFAS No. 5, par. 39).	
3	Provide the nature of the litigation contingencies including the range of loss for reasonably possible contingenies (SFFAS No. 5, pars. 40-41).	The Department is involved in various lawsuits incidental to its operations. In the opinion of management, the ultimate resolution of pending litigation will not have a material impact on the Department's financial position. The cost of loan forgiveness related to borrower defense claims resulting from proprietary school closures reflected in the accompanying financial statements is limited to claims received through September 30, 2018. The final disposition of claims filed and those yet to be filed from schools closed before September 30, 2018, is not expected to have a material impact on these financial statements.
4	Provide the total claim amount for cases assessed as "unable to determine" if significant. Also, provide a statement on whether this materiality affects the financial statements. (SFFAS No. 5, par. 42)	
5	Describe the other claims that may derive from treaties or international agreements.	
6	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	
7	Provide an explanation for any variance greater than 10 percent between the legal letter management schedule and legal contingencies reported in this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 19 Commitments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 11 & 13

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Capital Leases-Assets (SFFAS No. 6, pars. 18 & 20) **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Federal	CY Non-Federal	PY Federal	PY Non-Federal
1		Building	Debit				
2		Land	Debit				
3		Equipment	Debit				
4		Software license	Debit				
5		Other	Debit				
6		Accumulated depreciation/amortization	Credit				
7		Net assets under capital leases	N/A				

Section: B **Section Name:** Capital leases-Liability (SFFAS No. 5, par. 44) **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Federal	CY Non-Federal	PY Federal	PY Non-Federal
1		Future minimum lease programs	Credit				
2		Imputed interest	Debit				
3		Executory costs including any profit	Debit				
4		Total capital lease liability	N/A				

Section: C **Section Name:** Commitments-Operating Leases and Undelivered Orders (SFFAC No. 1, par. 118) **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY Federal	CY Non-Federal	PY Federal	PY Non-Federal
1		Operating leases	Credit	469			
2		Undelivered orders (unpaid)	Credit	159	132,716		
3		Undelivered orders (paid)	Credit	238	120		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 19 Commitments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 11 & 13

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: D **Section Name:** Other Commitments (SFFAC No. 1, par. 118) **No Data Flag:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Federal	CY Non-federal	PY Federal	PY Non-federal
1		Callable capital subscriptions for Multilateral Development Banks	Credit				
2		Agriculture direct loans and guarantees	Credit				
3		Long-term satellite and systems	Credit				
4		Power purchase obligations	Credit				
5		Grant programs-Airport improvement program	Credit				
6		Fuel purchase obligations	Credit				
7		Conservation Reserve program	Credit				
8		Senior GSE Preferred Stock Purchase Agreement	Credit				
9		Other purchase obligations	Credit				
10		U.S. Participation in the International Monetary Fund	Credit				
11			Credit				
12			Credit				
13			Credit				
14			Credit				
15			Debit				
16		Total	N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 19 Commitments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 11 & 13

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Text Data

Line	Question	Answer
1	Provide any other relevant information pertaining to this note. Explain any amounts listed in Section D in detail and reference the note and location in the agency's Performance and Accountability Report (PAR). At a minimum, describe briefly the significant accounting policies pertaining to this note.	Undelivered Orders (paid) includes any orders which have been prepaid or advanced but for which delivery or performance has not yet occurred.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Assets-Current Year (SFFAS No. 27, par. 30.1, as amended by SFFAS No. 43) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Cash and other monetary assets	D	Fund balance with Treasury	D	Inv in U. S. Treas. Sec.(net of prem. & disc)	D	Interest Receivable	D	Other Federal Assets	D	Other non-Federal Assets	D
17		Harbor Maintenance Trust Fund	N/A												
19			N/A												
20			N/A												
21			N/A												
22			N/A												
23			N/A												
24		All other funds from dedicated collections	N/A				0								
25		Intra-agency funds from dedicated collections elimination amounts	N/A												
26		Total	N/A				0								

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: A **Section Name:** Assets-Current Year (SFFAS No. 27, par. 30.1, as amended by SFFAS No. 43) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Total Assets
17		Harbor Maintenance Trust Fund	N/A	
19			N/A	
20			N/A	
21			N/A	
22			N/A	
23			N/A	
24		All other funds from dedicated collections	N/A	0
25		Intra-agency funds from dedicated collections elimination amounts	N/A	
26		Total	N/A	0

Section: B **Section Name:** Liabilities and Net Position-Current Year (SFFAS No. 27, par. 30.1, as amended by SFFAS No. 43) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	Benefits due and payable	C	Other federal liabilities	C	Other non-Federal liabilities	C	Total liabilities	Ending net position	C	Total liabilities and net position
17		Harbor Maintenance Trust Fund	N/A										
19			N/A										
20			N/A										
21			N/A										
22			N/A										
23			N/A										
24		All other funds from dedicated collections	N/A										
25		Intra-agency funds from dedicated collections elimination amounts	N/A										

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: B **Section Name:** Liabilities and Net Position-Current Year (SFFAS No. 27, par. 30.1, as amended by SFFAS No. 43) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	Benefits due and payable C	Other federal liabilities C	Other non-Federal liabilities C	Total liabilities	Ending net position C	Total liabilities and net position
26		Total	N/A						

Section: C **Section Name:** Revenue, Financing, Expenses, and Other-Current Year (SFFAS No. 27, par. 30.2, as amended by SFFAS No. 43) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Net position, beginning of period C	Prior-period adjustment C	Investment revenue from Treasury Securities C	Individual income taxes and payroll tax withhold C	Unemployment and excise taxes C	Other taxes and receipts C
17		Harbor Maintenance Trust Fund	N/A						
19			N/A						
20			N/A						
21			N/A						
22			N/A						
23			N/A						
24		All other funds from dedicated collections	N/A	1					
25		Intra-agency funds from dedicated collections elimination amounts	N/A						
26		Total	N/A	-1					

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: C **Section Name:** Revenue, Financing, Expenses, and Other-Current Year (SFFAS No. 27, par. 30.2, as amended by SFFAS No. 43) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Royalties and other special revenue C	All other financing sources C	Program gross cost or benefit payments D	Program earned revenues C	Non-program expenses D	Net position, end of period
17		Harbor Maintenance Trust Fund	N/A						
19			N/A						
20			N/A						
21			N/A						
22			N/A						
23			N/A						
24		All other funds from dedicated collections	N/A			0			-1
25		Intra-agency funds from dedicated collections elimination amounts	N/A						
26		Total	N/A			0			-1

Section: D **Section Name:** Revenue, Financing, Expenses, and Other-Intra-Entity Eliminations with Non-Dedicated Collections Funds-Current FY **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Investment Revenue from securities C	Income Taxes and payroll witholdings C	Unemployment and excise taxes C	Other taxes and receipts C	Royalties and other special revenue C	Other financing sources C
17		Harbor Maintenance Trust Fund	N/A						
19			N/A						
20			N/A						
21			N/A						
22			N/A						
23			N/A						
24		All other funds from dedicated collections	N/A						
25		Intra-agency funds from dedicated	N/A						

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: D **Section Name:** Revenue, Financing, Expenses, and Other-Intra-Entity Eliminations with Non-Dedicated Collections Funds-Current FY **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Investment Revenue from securities C	Income Taxes and payroll witholdings C	Unemployment and excise taxes C	Other taxes and receipts C	Royalties and other special revenue C	Other financing sources C
		collections elimination amounts							
26		Total	N/A						

Line	Status	Line Description	NB	Gross cost or benefit payments D	Earned revenues C	Non-program expenses D
17		Harbor Maintenance Trust Fund	N/A			
19			N/A			
20			N/A			
21			N/A			
22			N/A			
23			N/A			
24		All other funds from dedicated collections	N/A			
25		Intra-agency funds from dedicated collections elimination amounts	N/A			
26		Total	N/A			

Section: E **Section Name:** Intragovernmental Gross Cost and Revenue-Current FY **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Intragovernmental program cost or benefit payments D	Intragovernmental program earned revenues C	Intragovernmental non-program expenses D
1		Federal Old-Age and Survivors Insurance	N/A			
2		Federal Hospital Insurance (Medicare Part A)	N/A			
3		Federal Disability	N/A			

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: E **Section Name:** Intragovernmental Gross Cost and Revenue-Current FY **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Intragovernmental program cost or benefit payments D	Intragovernmental program earned revenues C	Intragovernmental non-program expenses D
		Insurance				
4		Unemployment	N/A			
5		Federal Supplementary Medical Insurance (Medicare Parts B and D)	N/A			
6		Highway Trust Fund	N/A			
7		Railroad Retirement	N/A			
8		Airport and Airway	N/A			
9		Exchange Stabilization Fund	N/A			
10		Black Lung Disability	N/A			
11		Land and Water Conservation Fund	N/A			
12		National Flood Insurance Program	N/A			
13		Ginnie Mae	N/A			
14		Reclamation Fund	N/A			
15		Decommissioning and Decontamination Fund	N/A			
16		Water and Related Resources Fund	N/A			
17		Harbor Maintenance Trust Fund	N/A			
18		Crime Victims Fund	N/A			
19			N/A			
20			N/A			
21			N/A			

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 22 Funds From Dedicated Collections **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: E **Section Name:** Intragovernmental Gross Cost and Revenue-Current FY **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Intragovernmental program cost or benefit payments D	Intragovernmental program earned revenues C	Intragovernmental non-program expenses D
22			N/A			
23			N/A			
24		All other funds from dedicated collections	N/A			
25		Intra-agency funds from dedicated collections elimination amounts (consolidated presentation only)	N/A			
26		Total	N/A			

Tab: Text Data

Line	Question	Answer
1	Provide a general description of the individual funds from dedicated collections reported in the "Other Notes Info" tab (SFFAS No. 27, par. 33, as amended by SFFAS No. 43). Also describe how the entity accounts for and reports the fund (SFFAS No. 27, par. 23.1, as amended by SFFAS No. 43).	Funds from dedicated collections are recorded as specifically identified revenues, often supplemented by other financing sources which remain available over time. These funds are required by statute to be used for designated activities, benefits, or purposes. The Department's funds from dedicated collections are primarily related to the 2005 Hurricane Relief efforts.
2	State the legal authority for the administrative entity of each fund to use the revenues and other financing sources based on SFFAS No. 27, par. 23.1, as amended by SFFAS No. 43.	The Hurricane Education Recovery Act (P.L. 109-148, Division B, Title IV), enacted on December 30, 2005, and the U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007, appropriated funds to the Department to provide needed assistance to reopen schools and help educate those affected by hurricanes Katrina and Rita.
3	Explain any changes in legislation during or subsequent to the reporting period and before the issuance of the financial statements that significantly change the purpose of the fund or that redirect a material portion of the accumulated balance (SFFAS No. 27, par. 23.3, as amended by SFFAS No. 43).	
4	Provide the sources of revenue and other financing for amounts reported in columns 3 through 8 of Sections C in the "Other Notes Info" tab (SFFAS No. 27, par. 23.2, as amended by SFFAS No. 43).	In the aftermath of Hurricane Katrina, a number of foreign governments, international entities and individuals made donations of financial assistance to the U.S. Government to support Katrina relief and recovery efforts. These donations were received by the U.S. Department of State as an intermediary. Subsequently, $61 million was transferred to the Department to finance educational initiatives in Louisiana and Mississippi under a Memorandum of Understanding issued in March 2006.
5	Provide any other relevant information pertaining to this note, including explanations for prior-period adjustments, if any. At a minimum, describe briefly the significant accounting policies pertaining to this note. (SFFAS No. 32, par. 29)	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 25 Stewardship Land **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: A **Section Name:** Stewardship Land (SFFAS No. 29, par. 40d) **No Data Flag:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	2018 - SEPTEMBER	Previously Rptd
1		Public Land	N/A		
2		National Forest System	N/A		
3		National Wildlife Refuge System	N/A		
4		National Park System	N/A		
5		Withdrawn public land	N/A		
6		Mission Land	N/A		
7		Water, power,and recreation	N/A		
8		Geographic management areas	N/A		
9		National fish hatcheries	N/A		
10		Conservation areas	N/A		
11		National marine monuments	N/A		
12		All other	N/A		

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Describe the predominant uses of the stewardship land (SFFAS 29, par. 40c).	
2	Provide a brief statement explaining how the stewardship land relates to the mission of the agency (SFFAS No. 29, par. 42a).	
3	Provide a brief description of the agency's stewardship policies for stewardsip land (SFFAS No. 29, par. 42c).	
4	Provide any other information relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 26 Heritage Assets **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Section: A **Section Name:** Collection Type Heritage Assets (SFFAS No. 29, par. 25d) **No Data Flag:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	Physical units at the end of the Current FY	Physical units at the end of the Prior FY
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		

Section: B **Section Name:** Non-Collection Type Heritage Assets (SFFAS No. 29, par. 25d) **No Data Flag:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	Physical units at the end of the Current FY	Physical units at the end of the Prior FY
1			N/A		
2			N/A		
3			N/A		
4			N/A		
5			N/A		

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Provide a brief statement explaining how heritage assets relate to the mission of the agency (SFFAS No. 29, par. 28a).	
2	Provide a brief description of the agency's stewardship policies for each major category of the heritage assets (SFFAS No. 29, par. 28c).	
3	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 27 Fiduciary Activities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: A **Section Name:** Schedule of Fiduciary Net Assets-Current FY **No Data Flag:** YES **Line Attributes:** Dollars
Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	Inv. in Fed. debt secs-net of unam. prems & discs. D	Fid. FBWT (USSGL account 1010 only) D	Interest Receivable on Fed. debt securities D	Invest. in non-Fed. debt secs.(& relaed int. rec.) D	Cash & cash equivalents D	Other assets D
7			N/A						
8			N/A						
9			N/A						
10			N/A						
11			N/A						

Line	Status	Line Description	NB	Liability due & payable to beneficiaries C	Other liabilities C	Total fiduciary net assets
7			N/A			
8			N/A			
9			N/A			
10			N/A			
11			N/A			

Section: B **Section Name:** Number of Agency Fiduciary Activities **No Data Flag:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	CY Total number of fiduciary funds- all funds	PY Total number of fiduciary funds- all funds
1		Total number of fiduciary funds-all funds	N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 27 Fiduciary Activities **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Text Data **No Data Flag:** YES

Line	Question	Answer
1	Describe the fiduciary relationship, for example, the applicable legal authority, the objectives of the fiduciary activity, and a general description of the beneficial owners or class of owners of each fiduciary fund (SFFAS No. 31, par. 18(a)).	
2	Provide information on any significant changes in fiduciary net assets from the prior period (SFFAS No. 31, par. 18(c)).	
3	Provide the TAS for all funds with fiduciary activities.	
4	For any cash included in the Schedules of Fiduciary Net Assets, indicate if the cash is represented by balances on deposit with either the U.S. Treasury or with a commercial banking institution (SSFAS No. 31, par. 12).	
5	Provide a description of any cash equivalents included in the Schedules of Fiduciary Net Assets.	
6	If separate audited financial statements are issued for an individual fiduciary activity with a fiscal yearend other than September 30, indicate the fiduciary activity's FY (SFFAS No. 31, par. 18(e)).	
7	If separate audited financial statements are issued for an individual fiduciary activity, disclose the basis of accounting used and the auditor's opinion on the current or most recent financial statements. If the auditor's opinion was not unqualified, disclose the reason(s) stated by the auditors and refer the reader to the audit opinion for further information (SFFAS No. 31, par. 22(a)).	
8	If separate audited financial statements are issued for an individual fiduciary activity, provide information on how the reader can obtain a copy of the financial statements and the audit opinion thereon (SFFAS No. 31, par. 22(b)).	
9	If more than one agency is responsible for administering a fiduciary activity, and the separate portions of the activity can be clearly identified with another responsible agency, identify the other agency(ies) involved in managing the activity (SFFAS No.31.par.19).	
10	Provide any other relevant information pertaining to this note. At a minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 30 Disclosure Entities and Related Parties **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Other Notes Info.

Section: B **Section Name:** Disclosre Entity Reporting (other than the Central Banking System) **No Data Flag:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER D
1		Gallaudet University	N/A	
2			N/A	
3			N/A	
4			N/A	
5			N/A	
6			N/A	
7			N/A	
8			N/A	
9			N/A	
10			N/A	
11			N/A	
12			N/A	
13			N/A	
14			N/A	
15			N/A	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 30	Disclosure Entities and Related Parties	**Fiscal Year:** 2018	**Period:** SEPTEMBER
Entity: 9100	Department of Education	**Agency Notes:** N/A	
Status: Complete	**The accompanying notes are an integral part of these financial statements.**	**I = Inactive Line**	

Tab: Text Data

Line	Question	Answer
3	Provide name and description of the disclosure entity, including information about how its mission relates to federal policy objectives, actions taken on behalf of the federal government, its organization, and any significant involvement with outside parties. (SFFAS No. 47, par. 75a)	Gallaudet University is a federally chartered, private, non-profit educational institution providing undergraduate, continuing education, and graduate programs for students who are deaf, hard of hearing, and hearing. The University also conducts basic and applied research and provides public service programs for persons with hearing loss and persons who work with them.
4	Describe the relationship between the federal government and disclosure entity, including relevant information regarding "how control or influence over the disclosure entity is exercised, key terms of contractual agreements, statutes, or other legal authorities, and the percentage of ownership interest and/or voting rights." (SFFAS No. 47, par. 75b)	The Department's FY 2018 appropriations included $128.0 million that was provided to Gallaudet in fiscal year 2018. This appropriation represented approximately 70 percent of total revenue for the University. In addition, the University receives other Federal funds such as student financial aid, vocational rehabilitation, endowment grant program income, and competitive grants and contracts. While the federal government does not appoint or remove governing board members, three of the board members are members of Congress. The Department exercises some control over the University's finances in that authorization from the Secretary is required to sell or transfer title of any of its real property.
5	Describe intervention actions, the primary reason for the intervention, and the "federal government's plan relative to monitoring, operating and/or disposing of the disclosure entity and/or a statement that the intervention is not expected to be permanent." (SFFAS No. 47, par. 75c)	
6	Describe and summarize assets, liabilities, revenues, expenses, gains, and losses recognized in the financial statements of the reporting entity as a consequence of transactions with or interests in the disclosure entity and the basis for determining the amounts reported (or reference to other note disclosures where such information is provided). (SFFAS No. 47, par. 75d)	
7	Describe the disclosure entity's key financial indicators and changes in the key financial indicators. (SFFAS No. 47, par. 75e)	
8	Provide information regarding the availability of the disclosure entity's annual financial reports and how they can be obtained. (SFFAS No. 47, par. 75f)	
9	In the event that contractual agreements, statutes, or other legal authorities obligate the reporting entity to provide financial support to the disclosure entity in the future, describe information regarding potential financial impacts (including those terms of the arrangements to provide financial support and liquidity, including events or circumstances that could expose the federal government to a loss). (SFFAS No. 47, par. 75g)	
10	Describe the nature of, and changes in, the risks and benefits associated with the control of, or other involvement with, the disclosure entity during the period. (SFFAS No. 47, par. 75h)	
11	Describe the "Other Notes Info" tab, Section B "maximum exposure to the gain or loss from the agencies involvement with the disclosure entity" including how the maximum exposure is determined. If amount cannot be quantified in "Other Notes Info" tab, narrative on maximum exposure determination can be offered. (SFFAS No. 47, par. 75i)	
12	Describe other information that would provide an understanding of the potential financial impact, including financial-related exposures to risk of loss or potential gain to the reporting entity, resulting from the disclosure entity's operations, including important existing, currently-known demands, risks, uncertainties, events, conditions, and trends-both favorable and unfavorable. (SFFAS No. 47, par. 75j)	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF006 - FR Notes Report

Note: 30 Disclosure Entities and Related Parties **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **The accompanying notes are an integral part of these financial statements.** **I = Inactive Line**

Tab: Text Data

Line	Question	Answer
13	Describe the nature of the federal government's relationship with the related party, including the name of the party or if aggregated, a description of the related parties. Such information also would include, as appropriate, the percentage of ownership interest. (SFFAS No. 47, par. 89a)	
14	Describe other information that would provide an understanding of the relationship and potential financial reporting impact, including financial-related exposures to risk of loss or potential gain to the reporting entity resulting from the relationship. (SFFAS No. 47, par. 89b)	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 01 Taxes **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Taxes (SSFAS No.7, par. 67.1 & 69.1) **No Data:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER	Previously Rptd	Line Item Changes
1		Estimated realized value of compliance assessments as of the end of the period	Debit				
2		Estimated realizable value of pre-assessment work-in-progress	Debit				
3		Estimated payout (including principal and interest) of other claims for refunds pending judicial review by the federal courts	Debit				
4		Estimated payout of other claims for refunds under appeal	Debit				
5		Management's best estimate of unasserted claims for refunds	Debit				
6		Amount of assessments written off that continue to be statutorily collectible (excluded from accounts receivable)	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 01 Taxes **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: B **Section Name:** Provide the following amount, if a range is estimated and not included in Sec. A (SFFAS No. 7 pars. 67-69) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Low	CY High	PY Low	PY High
1		Estimated realizable value of pre-assessment work-in-process	Debit				
2		Management's best estimate of unasserted claims for refunds	Debit				

Section: C **Section Name:** Tax Gap - Enter amounts that relate to tax gap (SFFAS No. 7, par 69.2), as described below. **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	CY Low	CY High	PY Low	PY High
1		Tax gap estimate	Debit				
2		Gross tax gap estimated to be collected	Debit				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 01 Taxes **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: D **Section Name:** Underreported Gross Tax Gap - Enter the percentage of the underreported gross tax gap for the current FY. **No Data:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Percentage of underreported gross tax gap	N/A	

Section: E **Section Name:** Estimates of Total Income Tax Expenditure - relate to major corps and individual income tax exp est(SFFAS No. 52, par 9) **No Data:** YES **Line Attributes:**

Line	Status	Line Description	NB	2018	2019	2020	2021	2022

Tab: Other Text Data

Section: A **Section Name:** Taxes (SSFAS No.7, par. 67.1 & 69.1) **No Data:** YES

Line	Question	Answer
1	Provide the explicit definitions of estimated amounts of the size of the tax gap. (SFFAS No. 7, pars. 67.1 & 69.2).	
2	Provide the appropriate explanations of the limited reliability of the estimates of the size of the tax gap. (SFFAS No. 7, pars. 67.1 & 69.2).	
3	Provide cross-references to portions of the tax gap due from identified noncompliant taxpayers and importers. (SFFAS No. 7, pars. 67.1 & 69.2)	
4	Provide the estimates of the annual tax gap (amounts should specifically define whether it	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 01 Taxes **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: A **Section Name:** Taxes (SSFAS No.7, par. 67.1 & 69.1) **No Data:** YES

Line	Question	Answer
	includes or excludes estimates of tax due on illegally-earned revenue). (SFFAS No. 7, pars. 67.1 & 69.2)	
5	Disclose the amounts by which trust funds may be over- or under-funded in comparison with the requirements of law, if reasonable estimable can be made. (SFFAS No. 7, pars. 67.1 & 69.2)	
6	Describe the general magnitude of tax expenditures and their impact on federal revenues during the fiscal year (SFFAS No. 52, par. 10).	
7	Provide the source in which the tax expenditure estimates were originally published, and how that information can be obtained (SFFAS No. 52, par. 10).	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 08 Stewardship Investments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** RSSI

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Investments in Non-Federal Physical Property (SFFAS No. 8, par 87) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
1			Debit	
2			Debit	
3			Debit	
4			Debit	
5			Debit	
6		Other	Debit	

Section: B **Section Name:** Research and Development: Investments in Development (SFFAS No. 8, par. 100) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1			Debit	
2			Debit	
3			Debit	
4			Debit	
5			Debit	
6		Other	Debit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 08 Stewardship Investments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** RSSI

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: C **Section Name:** Investment in Human Capital (SFFAS No. 8, par 94) **Line Attributes:** Dollars

Rounding Method: Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Federal Student Aid	Debit	34,355
2		Elementary and Secondary Education	Debit	20,625
3		Special Education and Rehab Services	Debit	16,548
4		Other Departmental Programs	Debit	6,367
5		Salaries and Administration	Debit	459
6		Other	Debit	

Section: D **Section Name:** Research and Development: Investments in Basic Research (SFFAS No. 8, par.100) **No Data:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1			Debit	
2			Debit	
3			Debit	
4			Debit	
5			Debit	
6		Other	Debit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 08 Stewardship Investments **Fiscal Year:** 2018 **Period:** SEPTEMBER
Entity: 9100 Department of Education **Agency Notes:** RSSI
Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: E **Section Name:** Research and Development: Investments in Applied Research (SFFAS No. 8, par 100) **No Data:** YES **Line Attributes:** Dollars
Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1			Debit	
2			Debit	
3			Debit	
4			Debit	
5			Debit	
6		Other	Debit	

Tab: Other Text Data

Section: A **Section Name:** Investments in Non-Federal Physical Property (SFFAS No. 8, par 87)

Line	Question	Answer
1	Provide a description of federally-owened physical property transferred to state and local governments. (SFFAS No. 8, par 87).	
2	Provide a description of the major programs of federal investments in non-federal physical property used in the "Other Data Info" tab (SFFAS No.8 par. 87).	

Tab: Other Text Data

Section: B **Section Name:** Research and Development: Investments in Development (SFFAS No. 8, par. 100) **No Data:** YES

Line	Question	Answer
1	Provide a description of the major programs of federal investments in development used in the "Other Data Info" tab. (SFFAS No. 8, par. 100)	

Tab: Other Text Data

Section: C **Section Name:** Investment in Human Capital (SFFAS No. 8, par 94)

Line	Question	Answer
1	Provide a description of the major education and training programs considered federal investments in human capital used in the "Other Data Info" tab (SFFAS No. 8, par. 94).	Federal Student Aid administers financial assistance programs for students pursuing postsecondary education and makes available federal grants, direct loans, and work study funding to eligible undergraduate and graduate students. Elementary and Secondary Education assists state and local educational agencies to

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 08 Stewardship Investments **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** RSSI

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: C **Section Name:** Investment in Human Capital (SFFAS No. 8, par 94)

Line	Question	Answer
		improve the achievement of preschool, elementary, and secondary school students, helps ensure equal access to services leading to such improvement - particularly children with high needs, and provides financial assistance to local educational agencies whose local revenues are affected by federal activities. Special Education and Rehabilitative Services supports programs that help provide early intervention and special education services to children and youth with disabilities. It also supports programs for the vocational rehabilitation of youth and adults with disabilities, including pre-employment transition services and other transition services designed to assist students with disabilities to enter postsecondary education and achieve employment. Other Departmental programs provide leadership, technical assistance, and financial support to state and local educational activities and institutions of higher education for reform, strategic investment, and innovation in education. In addition, the Department works to ensure equal access to education, promotes educational excellence throughout the nation, and serves student populations facing discrimination and the advocates and institutions promoting systemic solutions to civil rights issues.

Tab: Other Text Data

Section: D **Section Name:** Research and Development: Investments in Basic Research (SFFAS No. 8, par.100) **No Data:** YES

Line	Question	Answer
1	Provide a description of the major programs of federal investments in basic research used in the "Other Data Info" tab (SFFAS No. 8, par. 100).	

Tab: Other Text Data

Section: E **Section Name:** Research and Development: Investments in Applied Research (SFFAS No. 8, par 100) **No Data:** YES

Line	Question	Answer
1	Provide a description of the major programs of federal investments in applied research used in the "Other Data Info" tab (SFFAS No. 8, par. 100).	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 09 Deferred Maintenance and Repairs **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Cost Estimate (SFFAS No. 42, par. 16) **No Data:** YES **Line Attributes:** Dollars

Rounding Method: User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	D
1		General property, plant, and equipment	N/A		
2		Heritage assets	N/A		
3		Stewardship land	N/A		

Tab: Other Text Data

Section: A **Section Name:** Cost Estimate (SFFAS No. 42, par. 16) **No Data:** YES

Line	Question	Answer
1	Provide a description of what constitutes deferred maintenance and repairs.	
2	Provide a description of how deferred maintenance and repairs are measured.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 15 Budget Deficit Reconciliation **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Operating Revenue to Budget Receipts (All entities must complete Sections A and B) **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Budget Receipts	D	Operating Revenue	C	Difference Budget Receipts vs Operating Revenue	Cust Collections Trans to GF or Rec Agency	D	Cust Collections Received from Collecting Agency	C	Adj Diff Between Budget Rec vs Operating Rev
1		Individual income tax and tax withholdings	N/A										
2		Corporation income taxes	N/A										
3		Unemployment taxes	N/A										
4		Excise taxes	N/A										
5		Estate and gift taxes	N/A										
6		Customs duties	N/A										
7		Other taxes and receipts (non-federal)	N/A	1		1		0					0
8		Miscellaneous Earned revenue	N/A										
9		Total	N/A	1		-1		0					0

Section: B **Section Name:** Net Outlays to Statement of Budgetary Resources **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	CY - MTS net outlays- Table 5	D	CY - Agency SBR budgetary net outlays	C	CY - Difference
1		Net Outlays (gross outlays less offsetting collections and distributed offsetting receipts)	N/A	63,707		63,710		-3

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 15 Budget Deficit Reconciliation **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: C **Section Name:** Earned Revenue to Undistributed Offsetting Receipts-Employer Share, Employee Retirement (STATE, DOD and OPM only) **No Data:** YES **Line Attributes:**

Line	Status	Line Description	NB	CY - MTS undistributed offsetting receipts-Table 5	CY - Earned Revenue reported on agency PAR	CY - Difference

Section: D **Section Name:** Operating Revenue to Undistributed Offsetting Receipts **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	MTS undistributed offsetting receipts-Table 5 D	Misc earned revenue reported on SOCNP or SCA C	Difference
2		Spectrum auction proceeds	N/A			
3		Spectrum relocation activities	N/A			

Tab: Other Text Data

Section: A **Section Name:** Operating Revenue to Budget Receipts (All entities must complete Sections A and B) **No Data:** YES

Line	Question	Answer
1	Collecting agencies provide the Closing Package line in which the custodial transfer-out (disposition of collection) was recorded and the trading partner code.	
2	Receiving agencies provide the Closing Package line in which the custodial transfer-in/revenue was recorded and the trading partner code.	
3	Provide a detailed description of the differences including: Treasury account symbol, dollar amounts, a reference to where these amounts can be traced, and whether this difference will be	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 15 Budget Deficit Reconciliation **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: A **Section Name:** Operating Revenue to Budget Receipts (All entities must complete Sections A and B) **No Data:** YES

Line	Question	Answer
	resolved next FY.	

Tab: Other Text Data

Section: B **Section Name:** Net Outlays to Statement of Budgetary Resources

Line	Question	Answer
1	Provide a detailed description of the differences including: Treasury account symbol, dollar amounts, a reference to where these amounts can be traced, and whether this difference will be resolved next FY.	The difference is due primarily to rounding on the Department's Statement of Budgetary Resources.

Tab: Other Text Data

Section: C **Section Name:** Earned Revenue to Undistributed Offsetting Receipts-Employer Share, Employee Retirement (STATE, DOD and OPM only) **No Data:** YES

Line	Question	Answer
1	Provide a cross-reference to intragovernmental earned revenue reported in PAR/AFR in the "Agency Notes" field.	
2	Provide a detailed description of the differences including: Treasury account symbol, dollar amounts, a reference to where these amounts can be traced, and whether this difference will be resolved next FY.	

Tab: Other Text Data

Section: D **Section Name:** Operating Revenue to Undistributed Offsetting Receipts **No Data:** YES

Line	Question	Answer
1	Provide a detailed description of the differences including: Treasury account symbol, dollar amounts, a reference to where these amounts can be traced, and whether this difference will be resolved next FY.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Asset Value for Oil and Gas Proved Resources - Offshore (SFFAS No. 38, pars. 15, 21) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	D	2017 - SEPTEMBER	D
1		Oil and Lease Condensate	N/A				
2		Natural Gas, Wet After Lease Separation	N/A				
3			N/A				
4			N/A				
5			N/A				

Section: B **Section Name:** Asset Value for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, pars. 15, 21) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	D	2017 - SEPTEMBER	D
1		Oil and Lease Condensate	N/A				
2		Natural Gas, Wet After Lease Separation	N/A				
3			N/A				
4			N/A				
5			N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: C **Section Name:** Quantity of Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER
1		Oil and Lease Condensate	N/A		
2		Natural Gas, Wet After Lease Separation	N/A		
3			N/A		
4			N/A		
5			N/A		

Section: D **Section Name:** Quantity of Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER
1		Oil and Lease Condensate	N/A		
2		Natural Gas, Wet After Lease Separation	N/A		
3			N/A		
4			N/A		
5			N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: E **Section Name:** Average of the Regional Average Prices for Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	D	2017 - SEPTEMBER	D
1		Oil and Lease Condensate	N/A				
2		Natural Gas, Wet After Lease Separation	N/A				
3			N/A				
4			N/A				
5			N/A				

Section: F **Section Name:** Average of the Regional Average Prices for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER	D	2017 - SEPTEMBER	D
1		Oil and Lease Condensate	N/A				
2		Natural Gas, Wet After Lease Separation	N/A				
3			N/A				
4			N/A				
5			N/A				

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: G **Section Name:** Average Royalty Rate for Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER
1		Oil and Lease Condensate	N/A		
2		Natural Gas, Wet After Lease Separation	N/A		
3			N/A		
4			N/A		
5			N/A		

Section: H **Section Name:** Average Royalty Rate for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER	2017 - SEPTEMBER
1		Oil and Lease Condensate	N/A		
2		Natural Gas, Wet After Lease Separation	N/A		
3			N/A		
4			N/A		
5			N/A		

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: I **Section Name:** Quantity of Gulf of Mexico Provided Reserves-Royalty Relief Provisions (SFFAS No. 38, par. 28h) **No Data:** YES **Line Attributes:** Units

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Oil and Lease Condensate	N/A	
2		Natural Gas, Wet After Lease Separation	N/A	
3			N/A	
4			N/A	
5			N/A	

Section: J **Section Name:** Net Present Value of Gulf of Mexico Proved Reserves-Royalty Relief Provisions (SFFAS No. 38, par. 28h) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Royalty Free Proved Reserves Volumes (Gulf of Mexico)	Debit	

Tab: Other Text Data

Section: A **Section Name:** Asset Value for Oil and Gas Proved Resources - Offshore (SFFAS No. 38, pars. 15, 21) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method and significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: B **Section Name:** Asset Value for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, pars. 15, 21) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: C **Section Name:** Quantity of Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: D **Section Name:** Quantity of Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: E **Section Name:** Average of the Regional Average Prices for Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: E **Section Name:** Average of the Regional Average Prices for Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: F **Section Name:** Average of the Regional Average Prices for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: G **Section Name:** Average Royalty Rate for Oil and Gas Proved Reserves - Offshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 17 Federal Oil and Gas Resources **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: H **Section Name:** Average Royalty Rate for Oil and Gas Proved Reserves - Onshore (SFFAS No. 38, par. 28e) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: I **Section Name:** Quantity of Gulf of Mexico Provided Reserves-Royalty Relief Provisions (SFFAS No. 38, par. 28h) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: J **Section Name:** Net Present Value of Gulf of Mexico Proved Reserves-Royalty Relief Provisions (SFFAS No. 38, par. 28h) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method, significant assumptions) of federal oil and gas resources.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to this note. At a minumum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 18 Federal Natural Resources (Other than Oil and Gas) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Asset Value for Federal Natural Resources (Other than Oil and Gas) (SFFAS Technical Bulletin 2011-1, pars. 17-19) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Coal Royalties	Debit	
2			Debit	

Section: B **Section Name:** Annual Rent Payment Rate for Federal Natural Resources (Other than Oil and Gas) (SFFAS Tech Bulletin 2011-1 par. 27b) **No Data:** YES **Line Attributes:** Dollars **Rounding Method:** User-Defined **Decimal:** User-Defined

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Coal Leases	Debit	
2			Debit	
3			Debit	
4			Debit	
5			Debit	
6			Debit	
7			Debit	
8			Debit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 18 Federal Natural Resources (Other than Oil and Gas) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: C **Section Name:** Royalty Rate for Federal Natural Resources (Other than Oil and Gas) (SFFAS Technical Bulletin 2011-1, par. 27b) **No Data:** YES **Line Attributes:** Percent

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Surface-mining Methods (Coal)	N/A	
2		Underground Mining (Coal)	N/A	
3			N/A	
4			N/A	
5			N/A	
6			N/A	
7			N/A	
8			N/A	

Tab: Other Text Data

Section: A **Section Name:** Asset Value for Federal Natural Resources (Other than Oil and Gas) (SFFAS Technical Bulletin 2011-1, pars. 17-19) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method and significan assumptions) of federal natural resources other than oil and gas. Also provide information related to significant federal natural resources (other than oil and gas) that were not required to be reported per TB 2011-1 and explain why they were not reported.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to the note. At minimum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: B **Section Name:** Annual Rent Payment Rate for Federal Natural Resources (Other than Oil and Gas) (SFFAS Tech Bulletin 2011-1 par. 27b) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 18 Federal Natural Resources (Other than Oil and Gas) **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** N/A

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: B **Section Name:** Annual Rent Payment Rate for Federal Natural Resources (Other than Oil and Gas) (SFFAS Tech Bulletin 2011-1 par. 27b) **No Data:** YES

Line	Question	Answer
	method and significan assumptions) of federal natural resources other than oil and gas. Also provide information related to significant federal natural resources (other than oil and gas) that were not required to be reported per TB 2011-1 and explain why they were not reported.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to the note. At minimum, describe briefly the significant accounting policies pertaining to this note.	

Tab: Other Text Data

Section: C **Section Name:** Royalty Rate for Federal Natural Resources (Other than Oil and Gas) (SFFAS Technical Bulletin 2011-1, par. 27b) **No Data:** YES

Line	Question	Answer
1	Provide a concise statement explaining the nature and valuation (for example, measurement method and significan assumptions) of federal natural resources other than oil and gas. Also provide information related to significant federal natural resources (other than oil and gas) that were not required to be reported per TB 2011-1 and explain why they were not reported.	
2	Describe any significant changes in the estimation methodology, including the underlying assumptions.	
3	Provide any other relevant information pertaining to the note. At minimum, describe briefly the significant accounting policies pertaining to this note.	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Components of Loans Receivable, Gross (Direct Loans/Defaulted Guaranteed Loans)-Current FY **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Loans Receivable, gross-beginning of the year	D	Disbursements(loans disb/defaulted guar loans)	D	Repayments	D	Losses	D	Write-offs	D	Capitalized interest	D
1		Federal Direct Student Loans	N/A	998,825		133,700		-63,724				-3,899		18,527	
2		Electric Loans	N/A												
3		Rural Housing Service	N/A												
4		Federal Family Education Loan	N/A	101,601		5,729		-12,690				-1,404		751	
5		Water and Environmental Loans	N/A												
6		Housing for the Elderly and Disabled	N/A												
7		Farm Loans	N/A												
8		Export-Import Bank Loans	N/A												
9		U.S. Agency for International Development	N/A												
10		Housing and Urban Development (excluding Housing for the Elderly and Disabled)	N/A												
11		Telecommunication loans	N/A												
12		Food Aid	N/A												
13			N/A												
14			N/A												
15			N/A												
16			N/A												
17			N/A												
18		All other loans receivable	N/A	3,157		351		-125				-380		32	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Components of Loans Receivable, Gross (Direct Loans/Defaulted Guaranteed Loans)-Current FY **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Loans Receivable, gross-beginning of the year	D	Disbursements(loans disb/defaulted guar loans)	D	Repayments	D	Losses	D	Write-offs	D	Capitalized interest	D
19		Total	N/A	1,103,583		139,780		-76,539				-5,683		19,310	

Line	Status	Line Description	NB	Capitalized dividends	D	Other	D	Loans receivable, gross-end of year
1		Federal Direct Student Loans	N/A			306		1,083,735
2		Electric Loans	N/A					
3		Rural Housing Service	N/A					
4		Federal Family Education Loan	N/A			1,096		95,083
5		Water and Environmental Loans	N/A					
6		Housing for the Elderly and Disabled	N/A					
7		Farm Loans	N/A					
8		Export-Import Bank Loans	N/A					
9		U.S. Agency for International Development	N/A					
10		Housing and Urban Development (excluding Housing for the Elderly and Disabled)	N/A					
11		Telecommunication loans	N/A					
12		Food Aid	N/A					
13			N/A					
14			N/A					
15			N/A					
16								

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: A **Section Name:** Components of Loans Receivable, Gross (Direct Loans/Defaulted Guaranteed Loans)-Current FY **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	Capitalized dividends	D	Other	D	Loans receivable, gross-end of year
			N/A					
17			N/A					
18		All other loans receivable	N/A			73		3,108
19		Total	N/A			1,475		1,181,926

Section: B **Section Name:** Components of Loan Guarantees, Gross-Current FY **Line Attributes:** Dollars **Rounding Method:** Millions **Decimal:** Zero

Line	Status	Line Description	NB	2018 - SEPTEMBER
1		Other	Debit	-3,131
2		Default Claim Payments to Lenders	Debit	5,717
3		Fees Received	Credit	1,550
4		Sale Proceeds on Foreclosed Property	Credit	

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Data Info.

Section: C **Section Name:** Credit Reform Subsidy Reestimate Amounts, Loan Modifications, and Subsidy Expense (Income), in Whole Dollars **Line Attributes:** Dollars **Rounding Method:** Whole-Dollars **Decimal:** Zero

Line	Status	Line Description	NB	CY Direct Loans	PY Direct Loans	CY Loan Guarantees	PY Loan Guarantees
1		Credit reform subsidy reestimate amounts, in whole dollars	Credit	9,909,962,178		-1,203,603,269	
2		Loan modification amounts, in whole dollars	Credit	216,566,479			
3		Upward reestimate amounts (pd/transferred to the Financing Fund)	Credit	5,478,637,896		1,440,653,053	
4		Downward reestimate amounts (pd/transferred to the General Fund Receipt Account)	Debit	15,797,949,337		9,758,794	
5		Total subsidy expense (income) for new Direct Loans/Loan Guarantees	Credit	-3,102,654,166			
6		Negative Subsidy Amounts (pd/transferred to the General Fund Receipt Account)	Debit	10,984,254,827			

Tab: Other Text Data

Section: A **Section Name:** Components of Loans Receivable, Gross (Direct Loans/Defaulted Guaranteed Loans)-Current FY

Line	Question	Answer
1	Provide details regarding the programs reported in Section A that comprise amounts reported in the "All other loans receivable" column.	The All Other Loans Receivable column includes the TEACH, Facilities and HEAL loan programs.
2	Provide a detailed description of the amounts reported in Section A that comprise the "Other" line.	The "Other" line primarily consists of loans assigned for debt collection services which result in the establishment of loan receivables.

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: A **Section Name:** Components of Loans Receivable, Gross (Direct Loans/Defaulted Guaranteed Loans)-Current FY

Line	Question	Answer
3	Provide any other relevant information pertaining to this note.	

Tab: Other Text Data

Section: B **Section Name:** Components of Loan Guarantees, Gross-Current FY

Line	Question	Answer
1	Provide a detailed description of the amounts reported in Section B that comprise the "Other" line.	Other includes interest supplement payments, interest on subsidy amortization liability balance, and other activity. (See the Department's AFR Note 5)
2	Provide any other relevant information pertaining to this note.	

Tab: Other Text Data

Section: C **Section Name:** Credit Reform Subsidy Reestimate Amounts, Loan Modifications, and Subsidy Expense (Income), in Whole Dollars

Line	Question	Answer
1	Provide details regarding credit reform subsidy reestimates reported in Section C line 1, including a cross-reference to agency PAR.	Subsidy expense amounts are primarily associated with the Department's Direct Loan program. Direct Loan program re-estimated subsidy cost was adjusted upward by $7.4 billion in FY 2018. Re-estimated costs only include cohorts that are 90 percent disbursed; cohort years 1994-2017. In addition to the major assumption updates described below, the re-estimate reflects several other assumption updates, including interest rates provided by OMB, volume, and enter repayment rates. Income-Driven Repayment (IDR) Model Changes. In 2018, the Department updated several assumptions within its IDR submodel and refined the logic for borrowers switching between IDR plans. These updates led to a net downward re-estimate of $4.1 billion. Repayment Plan Selection. The Department incorporated new repayment plan data that showed a continuing increase in IDR plan usage. The update also reflects changes in interpretation of repayment plan codes for Direct Loan consolidations. Much of the consolidation loan volume that was previously classified as standard (ten-year fixed) is now classified as extended. Also, the Department changed the methodology for assigning and forecasting plans from an origination cohort basis to an enter repayment cohort basis. Lastly, the Department placed limits on forecasted growth of IDR participation to reflect an anticipated saturation point. The combined effect of these changes was a net upward re-estimate of $2.1 billion. Default Rates. The Department made updates to the default rate model in FY 2018, primarily

U.S. Department of the Treasury
Bureau of the Fiscal Service
Governmentwide Financial Report System
GF007 - Other Data Report

Other Data: 20 Components of Direct Loan and Loan Guarantee Financing Account Activity **Fiscal Year:** 2018 **Period:** SEPTEMBER

Entity: 9100 Department of Education **Agency Notes:** 5

Status: Complete **I = Inactive Line**

Tab: Other Text Data

Section: C **Section Name:** Credit Reform Subsidy Reestimate Amounts, Loan Modifications, and Subsidy Expense (Income), in Whole Dollars

Line	Question	Answer
		reflecting updates in the data, which led to a net upward re-estimate of $14.8 billion. (See AFR Note 5)
2	Provide details regarding the timing of the subsidy reestimate, including whether or not the agency's programs accrue the subsidy reestimate at the end of the fiscal year or if they only record the subsidy reestimate expense (income). If multiple programs record the subsidy reestimates differently, please note the difference.	The Department accrues subsidy re-estimate amounts at the end of the fiscal year.
3	Provide details regarding any loan modifications reported in Section C line 3, including a cross-reference to agency PAR.	Loan modifications primarily consist of amounts associated with the Department's Direct Loan program. These modifications included the policy change related to forgiving accrued interest on borrower defense claims that have been denied and pending for more than one year. In addition, the Consolidated Appropriations Act, 2018 provided limited, additional conditions under which a borrower may become eligible for Public Service Loan Forgiveness (PSLF) if some or all of the payments were made under a nonqualifying repayment plan. Finally, an $8 million upward modification was recorded based on the Bipartisan Budget Act of 2018 which gives the Department broad authority to forgive Direct Loans received by students who did not complete the period for which they enrolled as a result of hurricanes Maria and Irma that disrupted Puerto Rico and the U.S. Virgin Islands in 2017. (See the Department's AFR Note 5)
4	Provide details regarding any subsidy expense (income) reported in Section C line 6, including a cross-reference to agency PAR.	The Department transfers Direct Loan program negative subsidy collections associated with new loan disbursements from its financing account to the Treasury General Fund receipt account.
5	Provide any other relevant information pertaining to this note.	

U.S. Department of Education
FY 2018 Closing Package Financial Statements
Additional Note No. 31 – Closing Package Financial Statements Requirements

The Budget and Accounting Procedures Act of 1950 allows the Secretary of the Treasury to stipulate the format and requirements of executive agencies to furnish financial and operational information to the President and the Congress to comply with the Government Management Reform Act of 1994 (GMRA) (Pub. L. No. 103-356), which requires the Secretary of the Treasury to prepare and submit annual audited financial statements of the executive branch. The Secretary of the Treasury developed guidance in the U.S. Department of the Treasury's Treasury Financial Manual (TFM) Volume I, Part 2, Chapter 4700 to provide agencies with instructions to meet the requirements of GMRA. The TFM Chapter 4700 requires agencies to:

1. Reclassify all line items and amounts on the comparative audited consolidated, department-level balance sheets, statement of net cost/income statement, statement of changes in net position, statement of social insurance, statements of changes in social insurance amounts, and statement or note on custodial activity, if applicable, to the closing package financial statements;
2. List closing package financial statement line item amounts identified as Federal by trading partner and amount;
3. Report notes information that is based on the Reclassified Balance Sheet line items and other notes information required to meet FASAB standards; and
4. Report other data information that is not based on the Reclassified Balance Sheet line items and other data noted information required to meet FASAB standards.

Summary of Significant Accounting Policies

REPORTING ENTITY AND PROGRAMS

The U.S. Department of Education (the Department), a cabinet-level agency of the executive branch of the U.S. government, was established by Congress under the Department of Organization Act (Public Law 96-88), which became effective on May 4, 1980. The mission of the Department is to promote student achievement and preparation for global competitiveness by fostering educational excellence and ensuring equal access.

The Department is primarily responsible for administering federal student loan and grant programs and provides technical assistance to loan and grant recipients and other state and local partners. The largest portions of the Department's financial activities relate to the execution of loan and grant programs which are discussed below.

Federal Student Loan Programs. The Department administers direct loan, loan guarantee and other student aid programs to help students and their families finance the cost of postsecondary education. These include the William D. Ford Federal Direct Loan (Direct Loan) program and the Federal Family Education Loan (FFEL) program.

The Direct Loan program, added to the *Higher Education Act of 1965* (HEA) in 1993 by the *Student Loan Reform Act of 1993,* authorizes the Department to make loans through participating schools to eligible undergraduate and graduate students and their parents. The Direct Loan program offers four types of loans: Stafford, Unsubsidized Stafford, PLUS, and Consolidation. Evidence of financial need is required for an undergraduate student to receive a subsidized Stafford loan. The other three loan programs are available to borrowers at all income levels. Loans can be used only to meet qualified educational expenses.

The FFEL program, authorized by the HEA, operates through state and private nonprofit guaranty agencies which provided loan guarantees on loans made by private lenders to eligible students. The

SAFRA Act, which was included in the *Health Care and Education Reconciliation Act of 2010* (HCERA), stated that no new FFEL loans would be made effective July 1, 2010.

The Department also administers loans for the Historically Black Colleges and Universities (HBCU) Capital Financing program, the Health Education Assistance Loan (HEAL) program, and the Teacher Education Assistance for College and Higher Education Grant (TEACH) program, along with low-interest loans to institutions of higher education for the building and renovating of their facilities through the Facilities Loan programs.

Grant Programs. The Department has more than 100 grant programs. The three largest grant programs are Title I, Federal Pell Grant (Pell Grant), and the *Individuals with Disabilities Education Act* (IDEA) grants. In addition to student loans and grants, the Department offers other discretionary grants under a variety of authorizing legislation, awarded using a competitive process, and formula grants, using formulas determined by Congress with no application process.

PROGRAM OFFICES

The Department has three major program offices that administer most of its loan and grant programs:

- Federal Student Aid (FSA) administers financial assistance programs for students pursuing postsecondary education and makes available federal grants, direct loans, and work-study funding to eligible undergraduate and graduate students.

- The Office of Elementary and Secondary Education (OESE) assists state and local educational agencies to improve the achievement of preschool, elementary, and secondary school students, helps ensure equal access to services leading to such improvement—particularly children with high needs, and provides financial assistance to local educational agencies whose local revenues are affected by federal activities.

- The Office of Special Education and Rehabilitative Services (OSERS) supports programs that help provide early intervention and special education services to children and youth with disabilities. OSERS also supports programs for the vocational rehabilitation of youth and adults with disabilities, including pre-employment transition services and other transition services designed to assist students with disabilities to enter postsecondary education and achieve employment.

Other offices that administer programs and provide leadership, technical assistance, and financial support to state and local educational activities and institutions of higher education for reform, strategic investment, and innovation in education include: the Office of Career, Technical, and Adult Education (OCTAE); Office of Postsecondary Education (OPE); Institute of Education Sciences (IES); Office of English Language Acquisition (OELA); and Office of Innovation and Improvement (OII). In addition, the Office for Civil Rights (OCR) works to ensure equal access to education, promotes educational excellence throughout the nation, and serves student populations facing discrimination and the advocates and institutions promoting systemic solutions to civil rights issues.

BASIS OF ACCOUNTING AND PRESENTATION

The closing package financial statements have been prepared from the accounting records of the Department on an accrual basis, in conformity with generally accepted accounting principles (GAAP) of the United States of America for Federal entities and the form and the requirements of the U.S. Department of the Treasury's Financial Manual (TFM) Volume 1, Part 2, Chapter 4700 for the purpose of providing financial information to Treasury and the U.S. Government Accountability Office to use in preparing and auditing the Financial Report of the U.S. Government, and are not intended to be a complete presentation of the consolidated balance sheet of the Department as of September 30, 2018, and the related consolidated statements of net cost, changes in net position, and combined statement of

budgetary resources for the year then ended. The TFM provides guidance for preparing and submitting these closing package financial statements through the U.S. Department of Treasury's Governmentwide Financial Report System (GFRS). GAAP for Federal entities are the standards prescribed by the Federal Accounting Standards Advisory Board. The preparation of closing package financial statements, in conformity with GAAP, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the dates of the closing package financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

The Department's closing package financial statements should be read as a component of the U.S. government, a sovereign entity. One of the many implications of this is that the liabilities cannot be liquidated without legislation providing resources and legal authority to do so.

The accounting structure of federal agencies is designed to reflect both accrual and budgetary accounting transactions. Under the accrual method of accounting, revenues are recognized when earned and expenses are recognized when a liability is incurred, without regard to receipt or payment of cash. Budgetary accounting facilitates compliance with legal constraints and controls over the use of federal funds.

Intradepartmental transactions and balances have been eliminated from the closing package financial statements.

ACCOUNTING FOR FEDERAL CREDIT PROGRAMS

The Department's accounting for its loan and loan guarantee programs is based on the requirements of the *Federal Credit Reform Act of 1990* (FCRA). The purpose of the FCRA is to record the lifetime subsidy cost of direct loans and loan guarantees, in present value terms, at the time the loan is disbursed (subsidy). Components of subsidy costs for loans and guarantees include defaults (net of recoveries); contractual payments to third-party private loan collectors who receive a set percentage of amounts collected; and, as an offset, origination and other fees collected. For direct loans, the difference between interest rates incurred by the Department on its borrowings from Treasury and interest rates charged to particular borrowers is also subsidized (or may provide an offset to subsidy if the Department's rate is less).

Under the FCRA, subsidy cost is estimated using the net present value of future cash flows to and from the Department. In accordance with the FCRA, credit programs either estimate a subsidy cost to the government (a "positive" subsidy), breakeven (zero subsidy cost), or estimate a negative subsidy cost. Negative subsidy occurs when the estimated cost of providing loans to borrowers from Treasury borrowing, collection costs, and loan forgiveness is less than the value of collections from borrowers for interest and fees, in present value terms.

The subsidy costs of direct loan and loan guarantee programs are budgeted and tracked by the fiscal year in which the loan award is made or the funds committed. Such a grouping of loans or guarantees is referred to as a "cohort." A cohort is a grouping of direct loans obligated or loan guarantees committed by a program in the same year even if disbursements occur in subsequent years.

In order to account for the change in the net present value of the loan portfolio over time, the subsidy cost is "amortized" each year. Amortization accounts for the differences in interest rates, accruals, and cash flows over the life of a cohort, ensuring that cost is reflected in subsidy estimates and re-estimates. Amortization of subsidy is calculated as the difference between interest received from borrowers and Treasury (on uninvested cash) and interest paid to Treasury on borrowings.

The FCRA establishes the use of financing, program, and Treasury General Fund receipt accounts for loan guarantees committed and direct loans obligated after September 30, 1991.

- Financing accounts borrow funds from Treasury, make direct loan disbursements, collect fees from lenders and borrowers, pay claims on guaranteed loans, collect principal and interest from

borrowers, earn interest from Treasury on any uninvested funds, and transfer excess subsidy to Treasury General Fund receipt accounts. Financing accounts are presented separately in the Department's combined statements of budgetary resources (SBR) as non-budgetary credit reform accounts to allow for a clear distinction from all other budgetary accounts. This facilitates reconciliation of the SBR to the Budget of the United States Government (President's Budget).

- Program accounts receive and obligate appropriations to cover the positive subsidy cost of a direct loan or loan guarantee when the loan is approved and disburses the subsidy cost to the financing account when the loan is issued. Program accounts also receive appropriations for administrative expenses.
- Treasury General Fund receipt accounts receive amounts paid from financing accounts when there are negative subsidies for new loan disbursements or downward re-estimates of the subsidy cost of existing loans.

The Department records an obligation each year for direct loan awards to be made in a fiscal year based on estimates of schools' receipt of aid applications. The Department advances funds to schools based on these estimates. Promissory notes are signed when schools reach individual agreements with borrowers and the schools subsequently report each disbursement of advanced funds to the Department. A new promissory note is usually not required for students in the second or later year of study. Half of all loan awards are issued in the fourth quarter of the fiscal year. Loans awarded are typically disbursed in multiple installments over an academic period. As a result, loans may be disbursed over multiple fiscal years. Loan awards may not be fully disbursed due to students leaving or transferring to other schools. The Department's obligation estimate may also not reflect the actual amount of awards made. Based on historical averages, the Department expects approximately 7.5 percent of the amount obligated for new loan awards will not be disbursed.

When a loan is placed in deferment or forbearance, loan repayment is temporarily suspended with the length of postponement different for each lender. Interest accrues while a loan is in deferment or forbearance. Loans are cancelled if a person dies, meets disability requirements, or through the bankruptcy courts. Loans are also cancelled through the Public Service Loan Forgiveness (PSLF) Program, which forgives the remaining balance on a Direct Loan after 120 qualifying monthly payments are made. These payments must be made under a qualifying repayment plan while working full-time for a qualifying employer. In addition, the Department offers the Pay As You Earn (PAYE) program. This student loan repayment program is designed to help borrowers who struggle to make their normal student loan payments. The plan allows payments to be limited to 10 percent of discretionary income if qualifications are met. Under the PAYE program, if all requirements are met, forgiveness of the remaining balance of a student loan is possible after 20 years of consistent payments.

BUDGETARY RESOURCES

Budgetary resources are amounts available to enter into new obligations and to liquidate them. The Department's budgetary resources include unobligated balances of resources from prior years and new resources, which include appropriations, authority to borrow from Treasury, and spending authority from collections.

Borrowing authority is an indefinite budgetary resource authorized under the FCRA. This resource, when realized, finances the unsubsidized portion of the Direct Loan, FFEL, and other loan programs. In addition, borrowing authority is requested to cover the cost of the initial loan disbursement as well as any related negative subsidy to be transferred to Treasury General Fund receipt accounts. Treasury prescribes the terms and conditions of borrowing authority and lends to the financing account amounts as appropriate. Amounts borrowed, but not yet disbursed, are included in uninvested funds and earn interest. Treasury uses the same weighted average interest rates for both the interest charged on borrowed funds and the interest earned on uninvested funds. Treasury sets a different fixed interest rate to be used for each loan cohort once the loans are substantially disbursed. The Department may carry forward borrowing authority to future fiscal years provided that cohorts are disbursing loans. All

borrowings from Treasury are effective on October 1st of the current fiscal year, regardless of when the Department borrowed the funds, except for amounts borrowed to make annual interest payments.

Authority to borrow from Treasury provides most of the funding for disbursements made under the Direct Loan, FFEL, and other loan programs. Subsidy and administrative costs of the programs are funded by appropriations. Borrowings are repaid using collections from borrowers, fees and interest on uninvested funds.

Unobligated balances represent the cumulative amount of budgetary resources that are not obligated and that remain available for obligation under law, unless otherwise restricted. Resources expiring at the end of the fiscal year remain available for five years, but only for upward adjustments of prior year obligations, after which they are cancelled and may not be used. Resources that have not expired at year-end are available for new obligations, as well as upward adjustments of prior-year obligations. Funds are appropriated on an annual, multiyear, or no-year basis. Appropriated funds shall expire on the last day of availability and are no longer available for new obligations. Amounts in expired funds are unavailable for new obligations, but may be used to adjust previously established obligations.

Permanent Indefinite Budget Authority. The Direct Loan, FFEL, and other loan programs have permanent indefinite budget authority through legislation to fund subsequent increases to the estimated future costs of the loan programs. Parts B and D of the HEA pertain to the existence, purpose, and availability of permanent indefinite budget authority for these programs.

Reauthorization of Legislation. Funds for most Department programs are authorized, by statute, to be appropriated for a specified number of years, with an automatic one-year extension available under Section 422 of the *General Education Provisions Act*. Congress may continue to appropriate funds after the expiration of the statutory authorization period, effectively reauthorizing the program through the appropriations process. The current *Budget of the United States Government* presumes all programs continue in accordance with congressional budgeting rules.

ENTITY AND NON-ENTITY ASSETS

Assets are classified as either entity or non-entity assets. Entity assets are those that the Department has authority to use for its operations. Non-entity assets are those held by the Department but not available for use in its operations. Non-entity assets are offset by liabilities to third parties and have no impact on net position. The Department combines its entity and non-entity assets on the balance sheet and discloses its non-entity assets in the notes.

FUND BALANCE WITH TREASURY

Fund Balance with Treasury includes available to pay current liabilities and finance authorized purchases, as well as funds restricted until future appropriations are received. Treasury processes cash receipts and cash disbursements for the Department. The Department's records are reconciled with Treasury's.

ACCOUNTS RECEIVABLE

Accounts receivable are amounts due to the Department from the public and other federal agencies. Receivables from the public result from overpayments to recipients of grants and other financial assistance programs, as well as disputed costs resulting from audits of educational assistance programs. Amounts due from federal agencies result from reimbursable agreements entered into by the Department with other agencies to provide various goods and services. Accounts receivable are reduced to net realizable value by an allowance for uncollectible amounts. The estimate of an allowance for loss

on uncollectible accounts is based on the Department's experience in the collection of receivables and an analysis of the outstanding balances.

GUARANTY AGENCIES' FEDERAL FUNDS

Guaranty Agencies' Federal Funds are primarily comprised of the federal government's interest in the program assets held by state and nonprofit FFEL program guaranty agencies. Section 422A of the HEA required FFEL guaranty agencies to establish federal student loan reserve funds (federal funds). Federal funds include initial federal start-up funds, receipts of federal reinsurance payments, insurance premiums, guaranty agency share of collections on defaulted loans, investment income, administrative cost allowances, and other assets.

The balance in the Federal Fund represents consolidated reserve balances of the 26 guaranty agencies based on the Guaranty Agency financial reports that each agency submits annually to the Department. Although the Department and the guaranty agencies operate on different fiscal years, all guaranty agencies are subject to an annual audit. A year-end valuation adjustment is made to adjust the Department's balances in order to comply with federal accounting principles and disclose funds held outside of Treasury.

Guaranty Agencies' Federal Funds are classified as non-entity assets with the public and are offset by a corresponding liability due to Treasury. The federal funds are held by the guaranty agencies but can only be used for certain specific purposes listed in the Department's regulations. The federal funds are the property of the U.S. and are reflected in the *Budget of the United States Government*. Payments made to the Department from guaranty agencies' federal funds through a statutory recall or agency closures represent capital transfers and are credited to the Department's Fund Balance with Treasury account.

CREDIT PROGRAM RECEIVABLES, NET AND LIABILITIES FOR LOAN GUARANTEES

The closing package financial statements reflect the Department's estimate of the long-term subsidy cost of direct and guaranteed loans in accordance with the FCRA. Loans and interest receivable are valued at their gross amounts less an allowance for the present value of amounts not expected to be recovered and thus having to be subsidized—called an "allowance for subsidy." The difference between the gross amount and the allowance for subsidy is the present value of the cash flows to, and from, the Department that are expected from receivables over their projected lives. Similarly, liabilities for loan guarantees are valued at the present value of the cash outflows from the Department less the present value of related inflows. The estimated present value of net long-term cash outflows of the Department for subsidized costs is net of recoveries, interest supplements, and offsetting fees.

The liability for loan guarantees presents the net present value of all future cash flows from currently insured FFEL loans, including claim payments, interest assistance, allowance payments, and recoveries from assigned loans. Guaranteed loans that default are initially turned over to guaranty agencies for collection. Defaulted FFEL loans are accounted for as assets and reported at their net present value, similar to direct loans, although they are legally not direct student loans. Credit program receivables, net includes defaulted FFEL loans owned by the Department and held by the Department or guaranty agencies. In most cases, after approximately four years, defaulted guaranteed loans not in repayment are turned over by the guaranty agencies to the Department for collection.

FFEL program receivables include purchased loans and other interests acquired under an expired program. The cash flows related to these receivables include collections on purchased loans and other activities, including transfers of re-estimated subsidy. The cash flows of these authorities also include inflows and outflows associated with the underlying or purchased loans and other related activities, including any positive or negative subsidy transfers.

Capitalization of interest occurs as a result of various initiatives, such as loan consolidations. As a result, interest receivable is reduced and loan principal is increased.

PROPERTY AND EQUIPMENT, NET AND LEASES

The Department has very limited acquisition costs associated with buildings, furniture and equipment as all Department and contractor staff are housed in leased buildings. The Department does not own real property for the use of its staff. The Department leases office space from the General Services Administration (GSA). The lease contracts with GSA for privately and publicly owned buildings are operating leases.

The Department also leases information technology and telecommunications equipment, as part of a contractor-owned, contractor-operated services contract. Lease payments associated with this equipment have been determined to be operating leases and, as such, are expensed as incurred. The noncancellable lease term is one year, with the Department holding the right to extend the lease term by exercising additional one-year options.

LIABILITIES

Liabilities represent actual and estimated amounts to be paid as a result of transactions or events that have already occurred.

- Liabilities are classified as covered by budgetary resources if budgetary resources are available to pay them. Credit program liabilities funded by permanent indefinite appropriations are also considered covered by budgetary resources.

- Liabilities are classified as not covered by budgetary resources when congressional action is needed before they can be paid. Although future appropriations to fund these liabilities are likely, it is not certain that appropriations will be enacted to fund these liabilities.

- Liabilities not requiring appropriated budgetary resources include those related to deposit funds, Subsidy Due to Treasury General Fund for Future Liquidating Account Collections (pre-1992 loan guaranty programs), and Federal Perkins Loan Program balances due to be repaid to the Treasury General Fund.

DEBT

The Department borrows from Treasury to provide funding for the Direct Loan, FFEL, and other credit programs for higher education. The liability to Treasury from borrowings represents unpaid principal at year-end. The Department repays the principal based on available fund balances. Interest rates are based on the corresponding rate for 10-year Treasury securities and are set for those borrowings supporting each cohort of loans once the loans for that cohort are substantially disbursed. Interest is paid to Treasury at September 30th. In addition, the Federal Financing Bank (FFB) holds bonds issued by a designated bonding authority, on behalf of the Department, for the HBCU Capital Financing program. The debt for other credit programs for higher education includes the liability for full payment of principal and accrued interest for the FFB-financed HBCU Capital Financing program.

SUBSIDY DUE TO TREASURY GENERAL FUND

The Department must transfer to the Treasury General Fund all excess funding resulting from downward re-estimates of credit program loans that are subject to FCRA requirements. This excess funding is included in the liability for subsidy due to Treasury and will be transferred to Treasury in the

succeeding fiscal year upon receipt of authority from OMB. Subsidy due to Treasury also includes future liquidating account collections (estimated collections in excess of estimated outlays) for the Department's pre-1992 FFEL and HEAL loans that, when collected, will also be transferred to the Treasury General Fund.

ACCOUNTS PAYABLE

Accounts payable include amounts owed by the Department for goods and services received from other entities, as well as payments not yet processed. Accounts payable to the public primarily consists of in-process grant and loan disbursements, including an accrued liability for schools that have disbursed loans prior to requesting funds.

ACCRUED GRANT LIABILITY

Some grant recipients incur allowable expenditures as of the end of an accounting period but have not been reimbursed by the Department. The Department accrues a liability for these allowable expenditures. The amount is estimated using statistical sampling of unliquidated balances.

CREDIT PROGRAM INTEREST REVENUE AND EXPENSE

The Department recognizes interest revenue from the public when interest is accrued on Direct Loan program loans, defaulted and acquired FFEL loans, and outstanding principal for other loan programs. Interest due from borrowers is accrued at least monthly and is satisfied upon collection or capitalization into the loan principal. Federal interest revenue is recognized on the unused fund balances with Treasury in the financing accounts.

Federal interest expense is recognized monthly on the outstanding borrowing from Treasury (debt) used to finance direct loan and loan guarantee programs. Accrued interest to Treasury is paid on September 30th. The interest rate for federal interest expense is the same as the rate used for federal interest revenue.

Interest expense equals interest revenue plus administrative fees accrued for all credit programs due to subsidy amortization. Subsidy amortization is required by the FCRA and accounts for the difference between interest expense and revenue cash flows. For direct loans, the allowance for subsidy is adjusted with the offset to interest revenue. For guaranteed loans, the liability for loan guarantees is adjusted with the offset to interest expense.

NET POSITION

Net position consists of unexpended appropriations and cumulative results of operations. Unexpended appropriations include undelivered orders and unobligated balances, except for amounts in financing accounts, liquidating accounts, and trust funds. Cumulative results of operations represent the net difference since inception between (1) expenses and (2) revenues and financing sources.

PERSONNEL COMPENSATION AND OTHER EMPLOYEE BENEFITS

Annual, Sick, and Other Leave. The liability for annual leave, compensatory time off, and other vested leave is accrued when earned and reduced when taken. Each year, the accrued annual leave account balance is adjusted to reflect current pay rates. Sick leave and other types of nonvested leave are expensed as taken. Annual leave earned but not taken, within established limits, is funded from future financing sources.

Retirement Plans and Other Retirement Benefits. Employees participate in either the Civil Service Retirement System (CSRS), a defined benefit plan, or the Federal Employees Retirement System (FERS), a defined benefit and contribution plan. For CSRS employees, the Department contributes a fixed percentage of pay.

FERS consists of Social Security, a basic annuity plan, and the Thrift Savings Plan. The Department and the employee contribute to Social Security and the basic annuity plan at rates prescribed by law. In addition, the Department is required to contribute to the Thrift Savings Plan a minimum of 1 percent per year of the basic pay of employees covered by this system, match voluntary employee contributions up to 3 percent of the employee's basic pay, and match one-half of contributions between 3 percent and 5 percent of the employee's basic pay. For FERS employees, the Department also contributes the employer's share of Medicare.

Contributions for CSRS, FERS, and other retirement benefits are insufficient to fund the programs fully and are subsidized by the Office of Personnel Management (OPM). The Department imputes its share of the OPM subsidy, using cost factors provided by OPM, and reports the full cost of the programs related to its employees.

Federal Employees' Compensation Act. The Federal Employees' Compensation Act (FECA) (Pub. L. 103-3) provides income and medical cost protection to covered federal civilian employees injured on the job, to employees who have incurred work-related occupational diseases, and to beneficiaries of employees whose deaths are attributable to job-related injuries or occupational diseases. The FECA program is administered by the Department of Labor (DOL), which pays valid claims and subsequently seeks reimbursement from the Department for these paid claims.

The FECA liability consists of two elements. The first element, accrued FECA liability, is based on claims paid by DOL but not yet reimbursed by the Department. The Department reimburses DOL for claims as funds are appropriated for this purpose. In general, there is a two- to three-year period between payment by DOL and reimbursement to DOL by the Department. As a result, the Department recognizes an intragovernmental liability, not covered by budgetary resources, for the claims paid by DOL that will be reimbursed by the Department.

The second element, actuarial FECA liability, is the estimated liability for future benefit payments and is recorded as a liability with the public, not covered by budgetary resources. The actuarial FECA liability includes the expected liability for death, disability, medical, and miscellaneous costs for approved compensation cases. DOL determines the actuarial FECA liability annually, as of September 30, using an actuarial method that considers historical benefit payment patterns, wage inflation factors, medical inflation factors, and other variables. The projected annual benefit payments are discounted to present value.

NET COST

Net cost consists of gross costs and earned revenue. Gross costs and earned revenue are classified as intragovernmental (exchange transactions between the Department and other entities within the federal government) or with the public (exchange transactions between the Department and nonfederal entities).

ALLOCATION TRANSFERS

The Department is a party to allocation transfers as a receiving (child) entity with the Department of Health and Human Resources (HHS). Allocation transfers are legal delegations by one entity of its authority to obligate budget authority and outlay funds to another entity. A separate fund account (allocation account) is created in the U.S. Treasury as a subset of the parent fund account for tracking and reporting purposes. All allocation transfers of balances are credited to this account, and subsequent obligations and outlays incurred by the child entity are charged to this allocation account as they execute the delegated activity on behalf of the parent entity. All financial activity related to this

allocation transfer (e.g., budget authority, obligations, outlays) is reported in the closing package financial statements of the parent entity (HHS) from which the underlying legislative authority, appropriations and budget apportionments are derived.

TAXES

The Department is a Federal entity and is not subject to Federal, state or local taxes. Therefore, no provision for income taxes is recorded.

USE OF ESTIMATES

Department management is required to make certain estimates while preparing closing package financial statements in conformity with GAAP. These estimates are reflected in the assets, liabilities, net cost, and net position of the closing package financial statements and may differ from actual results. The Department's estimates are based on management's best knowledge of current events, historical experiences, and other assumptions that are believed to be reasonable under the circumstances. Significant estimates reported on the closing package financial statements include: allocation of Department administrative overhead costs; allowance for subsidy and subsidy expense for direct, defaulted guaranteed, and acquired loans; the liability for loan guarantees; and grant liability and advance accruals.

U.S. Department of Education
FY 2018 Closing Package Financial Statements
Additional Note No. 32 – Closing Package Financial Statement Requirements

Credit Programs for Higher Education: Credit Program Receivables, Net and Liabilities for Loan Guarantees

Credit Program Receivables
(Dollars in Millions)

	Principal	Accrued Interest	Allowance for Subsidy (Present Value)	Net
2018				
Direct Loan Program	$ 1,083,735	$ 71,981	$ (40,663)	$ 1,115,053
FFEL Program	95,083	21,116	(23,252)	92,947
Other Credit Programs for Higher Education	3,108	437	(696)	2,849
Total Credit Receivables	**$ 1,181,926**	**$ 93,534**	**$ (64,611)**	**$ 1,210,849**
2017				
Direct Loan Program	$ 998,825	$ 59,534	$ (16,805)	$ 1,041,554
FFEL Program	101,601	19,338	(18,529)	102,410
Other Credit Programs for Higher Education	3,157	409	(811)	2,755
Total Credit Receivables	**$ 1,103,583**	**$ 79,281**	**$ (36,145)**	**$ 1,146,719**

The federal student loan programs provide students and their families with the funds to help meet postsecondary education costs. Funding for these programs is provided through permanent indefinite budget authority. What follows is additional analysis of the activity, costs and adjustments for each of the loan programs.

DIRECT LOAN PROGRAM.

The federal government makes loans directly to students and parents through participating institutions of higher education under the Direct Loan program. Direct loans are originated and serviced through contracts with private vendors.

Direct Loan program loan receivables include defaulted and nondefaulted loans owned by the Department. Of the $1,155.7 billion in gross loan receivables, as of September 30, 2018, $84.9 billion (7.3 percent) in loan principal was in default and had been transferred to the Department's defaulted loan servicer, compared to $70.7 billion (6.7 percent) as of September 30, 2017.

Direct Loan Program Reconciliation of Allowance for Subsidy

(Dollars in Millions)

	2018	2017
Beginning Balance, Allowance for Subsidy	**$ 16,805**	**$ (5,292)**
Activity		
Fee Collections	1,696	1,694
Loan Cancellations	(7,521)	(7,689)
Subsidy Allowance Amortization	25,918	23,276
Other	(604)	(513)
Total Activity	**19,489**	**16,768**
Subsidy Expense for Direct Loans Disbursed in the Current Year by Component		
Interest Rate Differential	1,614	(13,045)
Defaults, Net of Recoveries	1,106	(133)
Fees	(1,747)	(1,968)
Other	(4,103)	12,541
Total of the Above Subsidy Expense Components	**(3,130)**	**(2,605)**
Components of Loan Modifications		
Loan Modification Costs	144	-
Modification Adjustment Transfers Gain	(8)	-
Loan Modifications	**136**	**-**
Components of Subsidy Re-estimates		
Interest Rate Re-estimates	(4,573)	(5,765)
Technical and Default Re-estimates	11,936	13,699
Upward Subsidy Re-estimates	**7,363**	**7,934**
Ending Balance, Allowance for Subsidy	**$ 40,663**	**$ 16,805**

The estimation process used to determine the amount of positive or negative subsidy expense each fiscal year, and subsequently the cumulative taxpayer cost of the program (allowance for subsidy), is subject to various internal and external risk factors which often show strong interdependence with one another. These risks include uncertainty about changes in the general economy, changes in the legislative and regulatory environment, and changing trends in borrower performance with regard to contractual cash flows within the loan programs.

Due to the complexity of the Direct Loan program, there is inherent projection risk in the process used for estimating long-term program costs. As stated, some uncertainty stems from potential changes in student loan legislation and regulations because these changes may fundamentally alter the cost structure of the program. Operational and policy shifts, such as growing efforts to increase borrower enrollment in income-driven repayment (IDR) plans, may also affect program costs by causing significant changes in borrower repayment timing. Actual performance may deviate from estimated performance, which is not unexpected given the long-term nature of these loans (cash flows may be estimated up to 40 years), and the multitude of projection paths and possible outcomes. The increasing enrollment of borrowers in the IDR plans has made projection of borrower incomes a key input for the estimation process. This uncertainty is directly tied to the macroeconomic climate and is another inherent program element that displays the interrelated risks facing the Direct Loan program.

Loan cancellations include write-offs of loans because the borrower died, became disabled, or declared bankruptcy. The interest rate re-estimate reflects the cost of finalizing the Treasury borrowing rate to be used for borrowings received to fund the disbursed portion of the loan awards obligated. Other components of subsidy transfers consist of contract collection costs, program review collections, fees, loan forgiveness and other accruals.

Direct Loan Program Interest Expense and Revenues (See Note 10)

(Dollars in Millions)

	2018	2017
Interest Expense on Treasury Borrowing	$ 32,329	$ 31,286
Total Interest Expense	**$ 32,329**	**$ 31,286**
Interest Revenue from the Public	$ 54,157	$ 50,142
Interest Revenue on Uninvested Funds	3,890	4,258
Administrative Fees	200	162
Amortization of Subsidy	(25,918)	(23,276)
Total Revenues	**$ 32,329**	**$ 31,286**

Direct Loan Program Subsidy Expense

(Dollars in Millions)

	2018	2017
Subsidy Expense for Direct Loans Disbursed in the Current Year		
Interest Rate Differential	$ 1,614	$ (13,045)
Defaults, Net of Recoveries	1,106	(133)
Fees	(1,747)	(1,968)
Other	(4,103)	12,541
Total Subsidy Expense for Direct Loans Disbursed in the Current Year	**(3,130)**	**(2,605)**
Loan Modifications	136	-
Upward Subsidy Re-estimates	7,363	7,934
Direct Loan Subsidy Expense	**$ 4,369**	**$ 5,329**

FY 2018 Direct Loan Program Modifications. The Department recognized net loan modifications totaling $136 million in FY 2018. The FY 2018 modifications include the cost associated with the policy change related to forgiving accrued interest on borrower defense claims that have been denied and pending for more than one year. In addition, the *Consolidated Appropriations Act, 2018* provided limited, additional conditions under which a borrower may become eligible for PSLF if some or all of the payments were made under a nonqualifying repayment plan. Finally, an $8 million upward modification was recorded based on the *Bipartisan Budget Act of 2018* which gives the Department broad authority to forgive Direct Loans received by students who did not complete the period for which they enrolled as a result of hurricanes Maria and Irma that disrupted Puerto Rico and the U.S. Virgin Islands in 2017.

Upward Subsidy Re-estimates for All Prior Year Loan Cohorts. Direct Loan program re-estimated subsidy cost was adjusted upward by $7.4 billion in FY 2018. Re-estimated costs only include cohorts that are 90 percent disbursed; cohort years 1994–2017. In addition to the major assumption updates described below, the re-estimate reflects several other assumption updates, including interest rates provided by OMB, volume, and enter repayment rates.

- **IDR Model Changes.** In 2018, the Department updated several assumptions within its IDR submodel and refined the logic for borrowers switching between IDR plans. These updates led to a net downward re-estimate of $4.1 billion.

- **Repayment Plan Selection.** The Department incorporated new repayment plan data that showed a continuing increase in IDR plan usage. The update also reflects changes in interpretation of repayment plan codes for Direct Loan consolidations. Much of the consolidation loan volume that was previously classified as standard (ten-year fixed) is now classified as extended. Also, the Department changed the methodology for assigning and forecasting plans from an origination cohort basis to an enter repayment cohort basis. Lastly, the Department placed limits on forecasted growth of IDR participation to reflect an anticipated saturation point. The combined effect of these changes was a net upward re-estimate of $2.1 billion.

- **Default Rates.** The Department made updates to the default rate model in FY 2018, primarily reflecting updates in the data, which led to a net upward re-estimate of $14.8 billion.

With the increase in IDR participation, the Department also conducted sensitivities on incomes for students in IDR and PSLF plans. For example, a 5 percent upward increase in borrower incomes decreases costs by almost $1.3 billion for cohort 2017. A 5 percent increase in PSLF plan participation would increase costs by $0.4 billion for cohort 2017.

Direct Loan Subsidy Rates—Cohort 2018

	Interest Differential	Defaults	Fees	Other	Total
Stafford	-0.01%	1.84%	-1.07%	7.54%	8.30%
Unsubsidized Stafford	-19.55%	1.34%	-1.07%	9.56%	-9.72%
PLUS	-33.15%	0.89%	-4.26%	8.73%	-27.79%
Consolidation	3.96%	0.37%	0.00%	9.85%	14.18%
Weighted Average Total	-11.95%	0.86%	-1.20%	8.92%	-3.37%

The subsidy rate represents the subsidy expense of the program in relation to the obligations or commitments made during the fiscal year and are weighted on gross volume. The subsidy rates shown above, which reflect aggregate negative subsidy in the FY 2018 cohort, cannot be applied to direct loans disbursed during the current reporting year to yield the subsidy expense, nor are these rates applicable to the portfolio as a whole. The Department does not re-estimate student loan cohorts until they are at least 90 percent disbursed. As a result, the financial statement re-estimate does not include a re-estimate of the current year cohort. The first re-estimate of this cohort will take place upon execution of the FY 2020 President's Budget.

The subsidy costs of the Department's student loan programs, especially the Direct Loan program, are highly sensitive to changes in actual and forecasted interest rates. The formulas for determining program interest rates are established by statute; the existing loan portfolio has a mixture of borrower and lender rate formulas. Interest rate projections are based on probabilistic interest rate scenario inputs developed and provided by OMB.

Direct Loan Program Loan Disbursements by Loan Type

(Dollars in Millions)

	2018	2017
Stafford	20,343	$ 23,368
Unsubsidized Stafford	49,009	51,410
PLUS	23,117	18,695
Consolidation	41,625	48,999
Total Disbursements	**$ 134,094**	**$ 142,472**

The allocation of disbursements for the first three loan types is estimated based on historical trend information.

Student and parent borrowers may prepay existing loans without penalty through a new consolidation loan. Under the FCRA and requirements provided by OMB regulations, the retirement of direct loans being consolidated is considered a collection of principal and interest. This receipt is offset by the disbursement related to the newly created consolidation loan. Underlying direct or guaranteed loans, performing or nonperforming, are paid off in their original cohort; new consolidation loans are originated in the cohort in which the new consolidation loan was obligated. Consolidation activity is taken into consideration in establishing subsidy rates for defaults and other cash flows. The cost of new consolidations is included in subsidy expense for the current-year cohort; the effect of prepayments on existing loans could contribute to re-estimates of prior cohort subsidy costs. The net receivables include estimates of future prepayments of existing loans through consolidations; they do not reflect subsidy costs associated with anticipated future consolidation loans.

Direct loan consolidations were $41.6 billion during FY 2018 and $49.0 billion during FY 2017. Under the FCRA, the subsidy costs of new consolidation loans are not reflected until the future fiscal year in which they are disbursed. The effect of the early payoff of the existing loans—those being consolidated—is recognized in the future projected cash flows of the past cohort year in which the loans were originated.

FEDERAL FAMILY EDUCATION LOAN PROGRAM.

As a result of the SAFRA Act, no new FFEL loans have been made since July 1, 2010. Federal guarantees on FFEL program loans and commitments remain in effect for loans made before July 1, 2010, unless they were sold to the Department through an ECASLA authority (acquired FFEL loans), consolidated into a direct loan, or otherwise satisfied, discharged, or cancelled. As of September 30, 2018 and 2017, total principal balances outstanding of guaranteed loans held by lenders were approximately $157 billion and $176 billion, respectively. As of September 30, 2018 and 2017, the estimated maximum government exposure on outstanding guaranteed loans held by lenders was approximately $154 billion and $173 billion, respectively. Of the insured amount, the Department would pay a smaller amount to the guaranty agencies. The rates range from 75 to 100 percent of the loan value depending on when the loan was made and the guaranty agency's claim experience.

FFEL Program Loan Receivables

(Dollars in Millions)

	Principal	Accrued Interest	Allowance for Subsidy (Present Value)	Net
2018				
DEFAULTED FFEL GUARANTEED LOANS				
FFEL GSL Program (Pre-1992)	$ 3,917	$ 5,836	$ (8,077)	$ 1,676
FFEL GSL Program (Post-1991)	33,849	7,802	(15,186)	26,465
Total Defaulted FFEL Guaranteed Loans	37,766	13,638	(23,263)	28,141
ACQUIRED FFEL LOANS				
Loan Purchase Commitment	19,277	2,435	(21)	21,691
Loan Participation Purchase	36,475	4,713	458	41,646
ABCP Conduit	1,565	330	(426)	1,469
Total Acquired FFEL Loans	57,317	7,478	11	64,806
FFEL Program Loan Receivables	**$ 95,083**	**$ 21,116**	**$ (23,252)**	**$ 92,947**
2017				
DEFAULTED FFEL GUARANTEED LOANS				
FFEL GSL Program (Pre-1992)	$ 3,882	$ 5,659	$ (8,019)	$ 1,522
FFEL GSL Program (Post-1991)	34,395	7,216	(13,838)	27,773
Total Defaulted FFEL Guaranteed Loans	38,277	12,875	(21,857)	29,295
ACQUIRED FFEL LOANS				
Loan Purchase Commitment	21,375	2,224	1,656	25,255
Loan Participation Purchase	40,288	3,947	2,072	46,307
ABCP Conduit	1,661	292	(400)	1,553
Total Acquired FFEL Loans	63,324	6,463	3,328	73,115
FFEL Program Loan Receivables	**$ 101,601**	**$ 19,338**	**$ (18,529)**	**$ 102,410**

FFEL Program Reconciliation of Liabilities for Loan Guarantees

(Dollars in Millions)

	2018	2017
Beginning Balance, FFEL Financing Account Liability for Loan Guarantees	**$ 3,636**	**$ 1,417**
Activity		
Interest Supplement Payments	(1,052)	(810)
Claim Payments	(5,716)	(5,819)
Fee Collections	1,550	1,633
Interest on Subsidy Amortization	(1,099)	(1,263)
Other	6,476	7,459
Total Activity	**159**	**1,200**
Upward/(Downward) Subsidy Re-estimates	(1,204)	1,019
Ending Balance, FFEL Financing Account Liability for Loan Guarantees	**2,591**	**3,636**
FFEL Liquidating Account Liability for Loan Guarantees	1	23
FFEL Liabilities for Loan Guarantees	**$ 2,592**	**$ 3,659**

Liabilities for Loan Guarantees is included as a component of other liabilities on the balance sheet (see Note 9).

Other activity includes negative special allowance collections, collections on defaulted FFEL loans, guaranty agency expenses, and loan cancellations due to death, disability, or bankruptcy.

Allowance for Subsidy Reconciliation for Acquired FFEL Loans

(Dollars in Millions)

	Loan Purchase Commitment	Loan Participation Purchase	ABCP Conduit	Total
2018				
Beginning Balance, Allowance for Subsidy	**$ (1,656)**	**$ (2,072)**	**$ 400**	**$ (3,328)**
Activity				
Subsidy Allowance Amortization	550	903	48	1,501
Loan Cancellations	(168)	(314)	(16)	(498)
Direct Asset Activities	(44)	(68)	(6)	(118)
Total Activity	**338**	**521**	**26**	**885**
Upward Subsidy Re-estimates	1,339	1,093	-	2,432
Ending Balance, Allowance for Subsidy	**$ 21**	**$ (458)**	**$ 426**	**$ (11)**
2017				
Beginning Balance, Allowance for Subsidy	**$ (2,922)**	**$ (4,347)**	**$ 374**	**$ (6,895)**
Activity				
Subsidy Allowance Amortization	635	1,219	53	1,907
Loan Cancellations	(203)	(390)	(19)	(612)
Direct Asset Activities	(45)	(67)	(8)	(120)
Total Activity	**387**	**762**	**26**	**1,175**
Upward Subsidy Re-estimates	879	1,513	-	2,392
Ending Balance, Allowance for Subsidy	**$ (1,656)**	**$ (2,072)**	**$ 400**	**$ (3,328)**

FFEL Program Subsidy Expense
(Dollars in Millions)

	2018	2017
Upward/(Downward) Subsidy Re-estimates		
FFEL Loan Guarantee Program	$ (1,204)	$ 1,019
Loan Purchase Commitment	1,339	879
Loan Participation Purchase	1,093	1,513
FFEL Program Subsidy Expense	**$ 1,228**	**$ 3,411**

FFEL subsidy cost was adjusted upward by $1.2 billion in FY 2018. The net upward re-estimates in these programs were due primarily to interest rates provided by OMB and updated prepayment rates.

OTHER CREDIT PROGRAMS FOR HIGHER EDUCATION

Receivables, Net for Other Credit Programs for Higher Education
(Dollars in Millions)

	Principal	Accrued Interest	Allowance for Subsidy (Present Value)	Net
2018				
Federal Perkins Loans	$ 474	$ 297	$ (220)	$ 551
TEACH Program Loans	746	91	(253)	584
HEAL Program Loans	397	32	(69)	360
Facilities Loan Programs	1,491	17	(154)	1,354
Total	**$ 3,108**	**$ 437**	**$ (696)**	**$ 2,849**
2017				
Federal Perkins Loans	$ 424	$ 268	$ (197)	$ 495
TEACH Program Loans	723	95	(225)	593
HEAL Program Loans	398	30	(74)	354
Facilities Loan Programs	1,612	16	(315)	1,313
Total	**$ 3,157**	**$ 409**	**$ (811)**	**$ 2,755**

Federal Perkins Loan Program. The Federal Perkins Loan program provides low-interest loans to eligible postsecondary school students. In some statutorily defined cases, funds are provided to reimburse schools for loan cancellations. For defaulted loans assigned to the Department, collections of principal, interest, and fees, net of amounts paid by the Department to cover contract collection costs, are transferred to Treasury annually.

TEACH Grant Program. The Department awards annual grants of up to $4,000 to eligible undergraduate and graduate students who agree to serve as full-time mathematics, science, foreign language, bilingual education, special education, or reading teachers at high-need schools for four years within eight years of graduation. The maximum lifetime grant for students is $16,000 for undergraduate programs and $8,000 for graduate programs. For students failing to fulfill the service requirement, the grants are converted to direct unsubsidized Stafford Loans. The program is operated as a loan program under the FCRA for budget and accounting purposes since grants can be converted to direct loans.

TEACH Subsidy Rates—Cohort 2018

	Interest Differential	Defaults	Fees	Other	Total
Subsidy Rates	16.92%	0.25%	0.00%	5.89%	23.06%

HEAL Program. The Department assumed responsibility in FY 2014 for the HEAL program and the authority to administer, service, collect, and enforce the program. The HEAL program is structured as required by the FCRA. A liquidating account is used to record all cash flows to and from the government resulting from guaranteed HEAL loans committed prior to 1992. All loan activity for 1992 and beyond is recorded in corresponding financing accounts.

Facilities Loan Programs. The Department also administers the HBCU Capital Financing program. Since 1992, this program has given HBCUs access to financing for the repair, renovation, and in exceptional circumstances, the construction or acquisition of facilities, equipment, and infrastructure through federally insured bonds. The Department has authorized a designated bonding authority to make loans to eligible institutions, charge interest, and collect principal and interest payments. In compliance with HEA, as amended, the bonding authority maintains an escrow account to pay the principal and interest on bonds for loans in default.

The Department granted full forgiveness of $322 million in loans made to the four historically black colleges and universities that suffered damage after Hurricanes Katrina and Rita struck the Gulf Coast in 2005. Dillard University, Southern University at New Orleans, Tougaloo College, and Xavier University of Louisiana collectively borrowed more than $360 million through the HBCU Capital Financing Program in 2007. After struggling to repay the loans, the schools in 2013 received a five-year reprieve on payments that was set to expire in 2018. This additional disaster relief lifts a huge burden and enables the four HBCUs to continue their focus on serving their students and communities and provides one more step toward full recovery.

The total amount of support for HBCU programs, along with any accrued interest and unpaid servicing fees, will be capitalized to principal and be reamortized through the original maturity date of June 1, 2037. The Department has approximately $1.5 billion in outstanding borrowing from the FFB to support loans made to HBCU institutions and $230 million obligated to support near term lending as of September 30, 2018.

The Department administers the College Housing and Academic Facilities Loan program, the College Housing Loan program, and the Higher Education Facilities Loan program. From 1952 to 1993, these programs provided low-interest financing to institutions of higher education for the construction, reconstruction, and renovation of housing, academic, and other educational facilities.

UNITED STATES DEPARTMENT OF EDUCATION

OFFICE OF THE CHIEF FINANCIAL OFFICER

November 16, 2018

KPMG LLP
1801 K Street
Suite 12000
Washington, DC 20006

Ladies and Gentlemen:

We are providing this letter in connection with your audit of the closing package financial statements of the United States Department of Education (the Department), which comprise the Governmentwide Treasury Account Symbol Adjusted Trial Balance System (GTAS) Reconciliation Report – Reclassified Balance Sheet as of September 30, 2018, and the related GTAS Reconciliation Reports – Reclassified Statement of Net Cost and Reclassified Statement of Operations and Changes in Net Position for the year then ended, and the related notes to the financial statements, for the purpose of expressing an opinion as to whether the closing package financial statements present fairly, in all material respects, the financial position, net cost and changes in net position of the Department in accordance with U.S. generally accepted accounting principles. The notes to the financial statements comprise the following:

- GTAS Closing Package Lines Loaded Report,
- Financial Report (FR) Notes Report (except for the information entitled "2017 - September", "Prior Year", "PY", "Previously Reported", "Line Item Changes", and "Threshold", and the information as of and for the year-ended September 30, 2017 in the "Text Data"), and
- Additional Note No. 1 (except for the information as of and for the year-ended September 30, 2017).

The closing package financial statements were prepared to comply with requirements of the U.S. Department of the Treasury's *Treasury Financial Manual* (TFM) Volume I, Part 2, Chapter 4700 (TFM Chapter 4700) for the purpose of providing financial information to the U.S. Department of the Treasury and the U.S. Government Accountability Office (GAO) to use in preparing and auditing the *Financial Report of the U.S. Government*, and are not intended to be a complete presentation of the consolidated balance sheet of the Department as of September 30, 2018, and the related consolidated statements of net cost, and changes in net position, and combined statement of budgetary resources (hereinafter referred to as "general-purpose financial statements") for the year then ended.

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in the light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Except where otherwise stated below, immaterial matters less than $100 million collectively are not considered to be exceptions that require disclosure for the purpose of the following representations. This amount is not necessarily indicative of amounts that would require adjustment to or disclosure in the closing package financial statements.

These supplemental representations are in addition to the letter of representations made on November 15, 2018 in connection with the audits of the Department's general-purpose financial statements.

We confirm, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves, as of November 16, 2018:

1. No information has come to our attention that would cause us to believe that any of the representations that we provided to you in our management representation letter on the general-purpose financial statements dated November 15, 2018 should be modified.

2. No events have occurred subsequent to November 15, 2018 and through the date of this letter that would require adjustment to or disclosure in the closing package financial statements.

3. We have fulfilled our responsibilities, as set out in the terms of the closing package engagement letter dated May 30, 2018, for the preparation and fair presentation of the closing package financial statements in accordance with U.S. generally accepted accounting principles and the presentation requirements set forth in the TFM Chapter 4700.

4. We have made available to you:

   a. All records, documentation, and information that is relevant to the preparation and fair presentation of the closing package financial statements;

   b. Additional information that you have requested from us for the purpose of the audit of the closing package financial statements; and

   c. Unrestricted access and the full cooperation of personnel within the Department from whom you determined it necessary to obtain audit evidence related to the closing package financial statements.

5. We have identified and disclosed to you all laws, regulations, and provisions of contracts and grant agreements that have a direct and material effect on the determination of closing package financial statement amounts.

6. We have disclosed to you, in writing, all known instances of non-compliance or suspected non-compliance with laws (including the Anti-deficiency Act), regulations, contracts and agreements, whose effects should be considered when preparing closing package financial statements.

7. Except as disclosed to you in writing, there have been no communications from regulatory/oversight agencies, such as the Office of Management and Budget (OMB) or GAO; other governmental entities or agencies, such as the U.S. Department of Treasury; or governmental representatives, employees, or others concerning investigations or allegations of noncompliance with laws or regulations, deficiencies in financial reporting practices, or other matters that could have a material adverse effect on the closing package financial statements, Required Supplementary Information (RSI), or Required Supplementary Stewardship Information (RSSI).

8. All material transactions have been recorded in the accounting records and reflected in the closing package financial statements.

9. There are no identified uncorrected closing package financial statement misstatements to be summarized in an accompanying schedule.

10. We acknowledge our responsibility for the design, implementation, and maintenance of programs and controls to prevent, deter, and detect fraud; for adopting sound accounting policies; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the closing package financial statements and to provide reasonable assurance against the possibility of misstatements that are material to the closing package financial statements, whether due to error or fraud. We understand that the term "fraud" is defined as an intentional act by one or more individuals among management, those charged with governance, employees, or third parties, involving the use of deception that results in a misstatement in financial statements that are the subject of an audit.

11. There are no deficiencies, significant deficiencies, or material weaknesses in the design or operation of internal control over financial reporting specifically related to the closing package financial statements of which we are aware, which could adversely affect the Department's ability to initiate, authorize, record, process, or report financial data. We have applied the definitions of a "significant deficiency" and a "material weakness" in accordance with the definitions in AU-C Section 265.07, *Communicating Internal Control Related Matters Identified in an Audit*.

12. We have disclosed to you the results of our assessment of the risk that the closing package financial statements may be materially misstated as a result of fraud.

13. We have no knowledge of any fraud or suspected fraud affecting the Department involving:

    a. Management,

    b. Employees who have significant roles in internal control over financial reporting, or

    c. Others where the fraud could have a material effect on the closing package financial statements.

14. We have no knowledge of any allegations of fraud, or suspected fraud (related to the closing package financial statements), affecting the Department's closing package financial statements communicated by employees, former employees, regulators, or others.

15. We have no knowledge of any officer of the Department, or any other person acting under the direction thereof, having taken any action to influence fraudulently, coerce, manipulate, or mislead you during your audit.

16. We acknowledge our responsibility for the RSI and RSSI in accordance with the prescribed guidelines:

    a. The RSI and RSSI contain no material misstatement of fact and, except for Other Data Report No. 8, are measured and presented in accordance with the prescribed guidelines, and are consistent with the closing package financial statements. Other Data Report No. 8 contain material departures from the prescribed guidelines because the information included in this Other Data Report presents the information required by the TFM Chapter 4700 and not the information required by U.S. generally accepted accounting principles for the Department's closing package financial statements.

    b. The methods of measurement or presentation of the RSI and RSSI have not changed from those used in the prior period.

    c. The significant assumptions or interpretations underlying the measurement or presentation of the RSI and RSSI are reasonable and appropriate in the circumstances.

    d. The closing package financial statements are prepared in accordance with the TFM Chapter 4700 for the purpose of providing financial information to the U.S. Department of the Treasury and the GAO to use in

preparing and auditing the *Financial Report of the U.S. Government*. In accordance with that guidance, we have omitted the Combining Statement of Budgetary Resources, Management's Discussion and Analysis, and other RSI or RSSI information applicable to the Department, that U.S. generally accepted accounting principles require to be presented to supplement the closing package financial statements.

17. We have fulfilled our responsibility for the preparation and presentation of the Other Information (OI) included in the documents containing the closing package financial statements and auditors' report, and for ensuring the consistency of such information with the closing package financial statements, RSI, and RSSI and:

    a. The OI included in the documents containing the closing package financial statements and auditors' report is consistent with the closing package financial statements, RSI, and RSSI and contains no material misstatement of fact;

    b. The methods of measurement or presentation of the OI have not changed from those used in the prior period; and

    c. There are no significant assumptions or interpretations underlying the measurement or presentation of the OI.

18. We have appropriately identified and eliminated intraentity transactions and balances for financial reporting purposes. We have appropriately identified, recorded, and disclosed intragovernmental transactions and balances.

19. We have resolved material differences in intragovernmental transactions and balances with our Federal entity trading partners and appropriate adjustments have been made to address reconciling items.

Very truly yours,

United States Department of Education

Larry Kean
Director, Budget Service Delegated the Duties of Chief Financial Officer
U.S. Department of Education

Alison L. Doone
Chief Financial Officer
Federal Student Aid

Gary Wood
Director, Financial Management Operations and Acting Deputy Chief Financial Officer
U.S. Department of Education

UNITED STATES DEPARTMENT OF EDUCATION

OFFICE OF THE CHIEF FINANCIAL OFFICER

MEMORANDUM

NOV 1 6 2018

TO: Bryon S. Gordon
Assistant Inspector General for Audit

FROM: Larry Kean
Director, Budget Service Delegated
the Duties of Chief Financial Officer

SUBJECT: DRAFT INDEPENDENT AUDITORS' REPORT
Fiscal Year 2018 Closing Package Financial Statements
U.S. Department of Education
ED-OIG/A17S0003

Please convey our sincere thanks and appreciation to everyone on your staff who worked diligently on this financial statement audit. The Department reviewed the draft Fiscal Year 2018 Closing Package Financial Statements Audit Report. We concur and agree with the Independent Auditors' Report.

Again, please convey our appreciation to everyone on your staff whose efforts permitted the Department to complete the audit within the established timeframe.

Please contact Gary Wood, Director, Financial Management Operations and Acting Deputy Chief Financial Officer, at (202) 245-8118 with any questions or comments.